MANITOBA

Financial Statements of Boards, Commissions and Government Agencies

of the
Province of Manitoba

for the Year Ended 31st March, 1982

Office of the Queen's Printer for the Province of Manitoba, 1982
WINNIPEG

GOVERNMENT OF THE PROVINCE OF MANITOBA

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Meyers
Norris
Penny & Co.

Chartered Accountants

4th December 1981

To the Shareholders
A. E. McKenzie Co. Ltd.
Brandon, Manitoba

AUDITORS' REPORT

We have examined the balance sheet of A. E. McKenzie Co. Ltd. as at 31st October 1981 and the statements of deficit, earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the company as at 31st October 1981 and the results of its operations and changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co
Chartered Accountants

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A. E. McKENZIE CO. LTD.

BALANCE SHEET AS AT 31ST OCTOBER 1981

	1981 $	1980 $
ASSETS		
CURRENT ASSETS		
Cash	3,342	1,988
Accounts receivable	1,172,635	898,130
Inventory	5,998,230	5,207,142
Prepaid expenses	152,900	90,612
	7,327,107	6,197,872
FIXED ASSETS - NOTE 2	462,933	644,965
OTHER ASSETS - NOTE 3	556,186	389,350
	8,346,226	7,232,187
LIABILITIES		
CURRENT LIABILITIES		
Bank advances - NOTE 4	6,781,902	6,444,382
Notes payable - NOTE 5	3,000,000	3,000,000
Accounts payable and accrued liabilities	2,805,043	2,096,026
	12,586,945	11,540,408
SHAREHOLDERS' EQUITY		
CAPITAL STOCK - NOTE 6	114,500	114,500
CONTRIBUTED SURPLUS	31,093	31,093
	145,593	145,593
DEFICIT	4,386,312	4,453,814
	4,240,719	4,308,221
	8,346,226	7,232,187

Meyers Norris Penny & Co
Chartered Accountants

A. E. McKENZIE CO. LTD.

STATEMENT OF DEFICIT

FOR THE YEAR ENDED 31ST OCTOBER 1981

	1981 $	1980 $
DEFICIT - BEGINNING OF YEAR	4,453,814	2,865,562
Net earnings (loss) for the year	67,502	(1,588,252)
DEFICIT - END OF YEAR	4,386,312	4,453,814

A. E. McKENZIE CO. LTD.

STATEMENT OF EARNINGS

FOR THE YEAR ENDED 31ST OCTOBER 1981

	1981 $	1980 $
SALES	11,551,871	8,919,267
COST OF SALES - NOTE 8	4,720,917	5,071,687
GROSS PROFIT	6,830,954	3,847,580
EXPENSES		
Plant overhead	565,446	570,674
Selling	3,431,586	2,830,283
Administration	797,611	635,009
	4,794,643	4,035,966
EARNINGS (LOSS) BEFORE INTEREST AND OTHER EXPENSES	2,036,311	(188,386)
INTEREST	1,923,193	1,399,866
LOSS ON DISPOSAL OF FIXED ASSETS	45,616	
	1,968,809	1,399,866
NET EARNINGS (LOSS) FOR THE YEAR	67,502	(1,588,252)

Meyers Norris Penny & Co.
Chartered Accountants

A. E. McKENZIE CO. LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED 31ST OCTOBER 1981

	1981 $	1980 $
SOURCE OF FUNDS		
Net earnings (loss) for the year	67,502	(1,588,252)
Items not affecting cash flow		
Depreciation	204,626	127,350
Amortization	105,769	124,327
Loss on disposal of fixed asset	45,616	
Development costs written-off		17,142
	432,513	(1,319,433)
Profit on disposal of fixed assets		1,320
Funds provided from (to) operations	423,513	(1,320,753)
Proceeds from sale of fixed assets	175,000	1,320
	598,513	(1,319,433)
USE OF FUNDS		
Development costs	187,333	109,052
Purchase of display stands	153,925	79,615
Purchase of fixed assets	174,557	62,352
	515,815	251,019
INCREASE (DECREASE) IN WORKING CAPITAL FOR THE YEAR	82,698	(1,570,452)
WORKING CAPITAL DEFICIENCY - BEGINNING OF YEAR	5,342,536	3,772,084
WORKING CAPITAL DEFICIENCY - END OF YEAR	5,259,838	5,342,536

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1981

NOTE 1 - ACCOUNTING POLICIES

INVENTORY

Inventory of finished goods and raw materials is valued at the lower of cost or net realizable value. Cost of finished goods is determined at average cost by variety. Cost for raw materials is determined at laid-down cost by specific item. Inventory of packaging and shipping materials is at laid-down cost on a first-in first-out basis.

DEPRECIATION

Depreciation of fixed assets is recorded on the straight-line basis using the follow rates:

Buildings	2%
Building renovations	10%
Equipment	10%
Leasehold improvements	Term of lease

AMORTIZATION

Amortization of other assets is recorded on a straight-line basis over five years.

PRINCIPLES OF CONSOLIDATION

These financial statements include the accounts of A. E. McKenzie Co. Ltd. and its subsidiaries, Steele Briggs Ltd., McFayden Seed Co. Ltd. and Canada Seeds Ltd. Ther were no operations in the subsidiary companies.

NOTE 2 - FIXED ASSETS - AT COST

	1981 $	1980 $
Land	22,539	72,539
Buildings	997,012	1,130,844
Equipment	1,121,918	1,059,835
Leasehold improvements	37,807	
	2,179,276	2,263,218
Accumulated Depreciation	1,716,343	1,618,253
Net Book Value	462,933	644,965

A. E. McKENZIE CO. LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST OCTOBER 1981

NOTE 3 - OTHER ASSETS - AT COST

	1981 $	1980 $
Metal display stands	407,634	276,516
Design development costs	458,472	408,542
	866,106	685,058
Accumulated Amortization	309,920	295,708
Net Book Value	556,186	389,350

NOTE 4 - BANK ADVANCES

In addition to book debts, inventory and fire insurance which have been pledged as security for bank advances, the Company has also issued a debenture to the Bank of Montreal. The debenture grants the bank a first mortgage on the company's land and buildings in Brandon, a chattel mortgage on its fixed machinery and equipment and a floating charge on all its other assets. The Manitoba Development Corporation has guaranteed bank loans of A. E. McKenzie Co. Ltd. to a total of $4,500,000.

NOTE 5 - NOTES PAYABLE

The note is payable to the Manitoba Development Corporation and is secured by a floating charge on all assets subject to the debenture held by the Bank of Montreal.

NOTE 6 - CAPITAL STOCK

Authorized	
2,000 Common shares, maximum consideration of	$200,000
Issued	
1,145 Common shares	$114,500

NOTE 7 - PENSION PLAN

The Company has an excess of contributions in its pension plan of $185,000.

NOTE 8 - COMPARATIVE STATEMENTS

During the current year, the cost of packets destroyed were shown as cost of sales. years extraordinary item has been restated as cost of sales for comparative purposes.

NOTE 9 - DIRECTORS FEES

Directors fees and expenses for the 1981 year amounted to $22,138 as compared to $26,826 for 1980.

THORNE RIDDELL
Chartered Accountants

AUDITORS' REPORT

We have examined the balance sheet of The Alcoholism Foundation of Manitoba as at March 31, 1982 and the statement of revenue and expenditure for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Foundation as at March 31, 1982 and the results of its operations for the year then ended in accordance with the basis of accounting described in note 1 applied consistently with that of the preceding year.

Thorne Riddell

Chartered Accountants

Winnipeg, Canada
May 19, 1982

THE ALCOHOLISM FOUNDATION OF MANITOBA
(Incorporated under the laws of Manitoba)

BALANCE SHEET AS AT MARCH 31, 1982

ASSETS	1982	1981
Cash	$ 239,523	$ 49,649
Accounts receivable	39,868	17,424
Land and buildings, at cost	1,949,359	313,477
	$ 2,228,750	$ 380,550
LIABILITIES		
Accounts payable and accrued liabilities	$ 67,373	$ 15,163
SURPLUS		
Balance at beginning of year	365,387	370,193
Excess (deficiency) of revenue over expenditure	1,795,990	(4,806
Balance at end of year	2,161,377	365,387
	$ 2,228,750	$ 380,550

Lease commitments (note 2)

THE ALCOHOLISM FOUNDATION OF MANITOBA

STATEMENT OF REVENUE AND EXPENDITURE

YEAR ENDED MARCH 31, 1982

	1982	1981
Revenue		
Province of Manitoba operating grants	$ 6,128,400	$ 5,491,700
Other revenue	193,844	32,998
	6,322,244	5,524,698
Expenditures		
Grants to other agencies	1,460,800	1,622,038
Salaries	3,174,013	2,498,741
Wages and other assistance	328,875	244,039
Advertising and exhibits	6,313	4,747
Audio-visual aids	60,450	25,471
Audit	3,700	3,900
Automobile	115,400	97,077
Board of Governors' honorarium	18,700	45,000
Books, newspapers and periodicals	12,853	13,928
Canada Pension Plan	40,423	30,653
Dental claims	14,914	3,261
Educational literature	55,877	20,158
Fees	70,627	30,176
Furnishings and equipment	64,178	64,885
Group life and accident insurance	13,760	11,153
Household requisites	26,550	29,243
Materials and repairs	77,013	100,817
Medical services and supplies	14,153	49,592
Miscellaneous	13,246	7,316
Postage and telephone	75,968	57,154
Printing, stationery, office supplies and maintenance	52,672	40,095
Property taxes	19,061	7,911
Rent and insurance	113,017	111,234
Research grants	13,357	15,770
Staff development	38,252	29,452
Subsistence	196,350	157,016
Superannuation	3,405	2,131
Training	38,571	27,165
Transportation of patients	10,544	7,344
Travel	102,509	94,915
Unemployment insurance	61,611	39,584
Utilities	85,964	37,538
	6,383,126	5,529,504
	(60,882)	(4,806)
Province of Manitoba capital grant (note 5)	2,335,000	
Less renovations and equipment	478,128	
	1,856,872	
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURE	$ 1,795,990	$ (4,806)

THE ALCOHOLISM FOUNDATION OF MANITOBA

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 1982

1. ACCOUNTING POLICIES

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles with the exception that the costs of leasehold improvements, renovations, furniture, equipment and supplies are expensed in the year of purchase and there has been no provision made in the accounts for depreciation of buildings.

2. LEASE COMMITMENTS

The Foundation leases buildings under long-term operating leases which expire at various dates between 1983 and 1991. Some of these leases contain renewal options at rates to be negotiated. The following is a schedule by years of future minimum rental payments required under operating leases that have initial lease terms in excess of one year, as of March 31, 1982.

1983	$ 92,579
1984	25,790
1985	11,764
1986	4,647
1987	4,000
1988 - 1991	15,333
	$ 154,113

3. CONTINGENT LIABILITY

The Foundation is contingently liable under a guarantee of a bank loan for Main Street Project Inc. in the amount of $50,000. As security for this guarantee, the Foundation has obtained an assignment of the title to the property purchased with the bank loan. Upon payment of the bank loan by the Main Street Project Inc., the Foundation will transfer title to the property to Main Street Project Inc.

4. PENSION

Employees of The Alcoholism Foundation of Manitoba are pensionable under the Civil Service Superannuation Fund and make contributions at prescribed rates. The Foundation is required to pay 50% of the Fund's pension disbursements made to retired employees and these are charged to superannuation expenditures as incurred. No provision is made in the accounts to fund current or past service costs but the Superannuation Fund is subject to a triennial actuarial review. The last actuarial evaluation as at December 31, 1980 showed the Foundation's liability for unfunded pension costs to be $507,000.

5. PROVINCE OF MANITOBA CAPITAL GRANT

During the year the Foundation received a grant in the amount of $2,335,000 from the Province of Manitoba for the purchase and renovation of land and a building to house the Alcoholism Foundation of Manitoba. Of this amount, $1,635,882 was used to purchase the land and building and $478,128 has been spent in the renovation of the building. The Foundation has committed to spend an additional $244,048 completing this renovation. In accordance with the Foundation's policy, the original cost of the property has been capitalized.

THE ALCOHOLISM FOUNDATION OF MANITOBA

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

YEAR ENDED MARCH 31, 1982

	1982	1981
Receipts		
Province of Manitoba operating grants received	$ 6,128,400	$ 5,491,700
Province of Manitoba capital grant received	2,335,000	
Other receipts	165,685	85,530
	8,629,085	5,577,230
Disbursements, including grants to external agencies	6,325,201	5,523,591
Purchase and renovation of 103 - 1041 Portage Avenue	2,114,010	
	8,439,211	5,523,591
Excess of receipts over disbursements	189,874	53,639
Cash (deficiency) at beginning of year	49,649	(3,990)
CASH AT END OF YEAR	$ 239,523	$ 49,649

B. K. PELL
CHARTERED ACCOUNTANT
WINNIPEG, CANADA

The Board
The Alonsa Conservation District No. 3
Alonsa, Manitoba

I have examined the balance sheet of The Alonsa Conservation District No. 3 as at 31 December 1981 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the District as at 31 December 1981 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

B K Pell

Chartered Accountant

22 February 1982

THE ALONSA CONSERVATION DISTRICT NO. 3

BALANCE SHEET

AS AT 31 DECEMBER 1981

	1981	1980
Assets		
	$	$
Current Assets		
Bank	19,808	11,555
Accounts receivable		
General	13,001	243
Conservation District Authority	252	
	33,061	11,798
Fixed Assets		
Office equipment		
Cost less depreciation of $71 and $28	212	254
	33,273	12,052
Liabilities and Surplus		
Current liability		
Conservation District Authority	27,519	7,504
Emergency Reserve Account	3,000	2,000
Surplus	2,754	2,548
	33,273	12,052

THE ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED 31 DECEMBER 1981

	1981	1980
	$	$
Revenue		
Province of Manitoba allocated grant	117,967	79,147
Municipal grants	20,086	21,086
Ducks Unlimited grant	12,939	
Forage seed recoveries	6,961	5,869
Bank Interest	1,325	829
	159,278	106,931
Expenditure		
Projects		
Garrioch Creek		
Sundry Crossing repairs	4,654	2,658
Channel maintenance	2,610	1,954
Channel improvements	24,520	52,690
Structure and culverts	3,492	2,980
Channel construction or reconstruction	68,437	
	103,713	60,282
Board and committee remuneration and expense	2,453	3,229
Other administration	4,667	2,739
Forage seed	47,239	38,360
Emergency reserve fund provision	1,000	1,000
	159,072	105,610
Excess of Revenue	206	1,321
Surplus		
Balance beginning of year	2,548	1,227
Balance end of year	2,754	2,548

THE ALONSA CONSERVATION DISTRICT NO. 3

STATEMENT OF PROVINCIAL CONTRIBUTIONS

FOR THE YEAR ENDED 31 DECEMBER 1981

		% Shareable		Share	
	Amount	Province	District	Province	District
Garrioch Creek	103,713	70	30	72,600	31,113
Board Administration	2,453	75	25	1,839	614
Other Administration	- 3,676	75	25	2,757	919
	- 373		100		373
	- 618	100		618	
Forage Seed	47,239	85	15	40,153	7,086
Reserve	1,000		100		1,000
	159,072			117,967	41,105

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 1981

1) Except for payroll, the expenses of the District are made from a bank of the Conservation District Authority, a Provincial Agency which pays accounts for five districts in all.

2) Until March 1980, when the District hired its own secretary-treasurer and occupied a rent free office on the premises of the L.G.D. of Alonsa, the Government of the Province of Manitoba provided without charge all the District's Administrative and technical staff requirements, office equipment and head office space. Subsequently the Government provides only the engineering and technical staff requirements without charge.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

BOARD OF ADMINISTRATION UNDER THE EMBALMERS AND FUNERAL DIRECTORS ACT

AUDITOR'S REPORT

I report that the accounts and financial statements of the Board of Administration under The Embalmers and Funeral Directors Act have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B, present fairly the financial position of the Board of Administration under The Embalmers and Funeral Directors Act as at December 31, 1981 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Board.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

September 21, 1982,
Winnipeg, Manitoba.

Exhibit A

BOARD OF ADMINISTRATION UNDER
THE EMBALMERS AND FUNERAL DIRECTORS ACT

Balance Sheet
as at December 31, 1981
(with 1980 figures for comparison)

	1981	1980
A S S E T S		
Current assets:		
Cash on hand and in bank	$ 7,736.27	$ 2,865.20
Accounts receivable	604.00	-
	$ 8,340.27	$ 2,865.20
L I A B I L I T I E S		
Current liabilities:		
Accounts payable	$ 1,302.00	$ 1,902.86
Deferred income	2,830.00	2,355.00
	4,132.00	4,257.86
S U R P L U S		
Balance, beginning of year	(1,392.66)	5,018.80
Add: Revenue over expenditure for the year, Exhibit B	5,600.93	(6,411.46)
Balance, end of year	4,208.27	(1,392.66)
	$ 8,340.27	$ 2,865.20

Exhibit B

BOARD OF ADMINISTRATION UNDER THE EMBALMERS AND FUNERAL DIRECTORS ACT

Statement of Revenue and Expenditure for the year ended December 31, 1981 (with 1980 figures for comparison)

	1981	1980
Revenue:		
Licences:		
Funeral Homes	$ 5,400.00	$ -
Funeral Directors	3,500.00	3,075.00
Embalmers	1,490.00	1,490.00
Agents	600.00	1,150.00
Permits	300.00	300.00
Articled student registration, courses and examination fees	4,165.00	235.00
Text book sales	48.00	15.00
Interest	80.55	526.87
	15,583.55	6,791.87
Expenditure:		
Audit and accounting fees	682.00	690.00
Honoraria - board members	1,530.00	360.00
Office Expenses	422.56	678.20
Postage	120.19	135.54
Salary and benefits - registrar	2,748.44	9,784.55
Travel	310.70	1,555.04
Courses and seminars	4,168.73	-
	9,982.62	13,203.33
Revenue over expenditure, Exhibit A	$ 5,600.93	$ (6,411.46)

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

BRANDON UNIVERSITY

AUDITOR'S REPORT

I report that the financial statements of Brandon University have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the comparative financial statements, being Statements A - E and Schedules 1 - 6, together with the notes thereto, present fairly the financial position of Brandon University as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies described in the notes to the financial statements. The financial statements were, except for the change explained in note 11, with which we agree, prepared on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

October 20, 1982,
Winnipeg, Manitoba.

Statement A

BRANDON UNIVERSITY

Comparative Balance Sheet
as at March 31, 1982 and March 31, 1981

General Fund

ASSETS

	1982	1981
Current:		
Cash	$ 418,349	$ 549,121
Term deposit receipts	546,924	150,000
Grants receivable from the Government of Canada	4,848	83,530
Accounts receivable	493,225	320,606
Account receivable - Other	135,122	-
Due from Trust and Endowment Funds	-	9,864
Bookstore inventory, at cost	103,332	84,621
Prepaid expenses	56,109	73,177
	1,757,909	1,270,919
Fixed: Schedule 1 (notes 1D and 2)		
Land and buildings	28,460,165	27,173,653
Furnishings and equipment	9,351,727	7,879,852
Zone Properties	902,069	740,863
	38,713,961	35,794,368
Deferred debenture payments recoverable	62,058	119,652
	40,533,928	37,184,939
Trust and Endowment Funds		
Cash	184,151	94,383
Accounts receivable	2,586	1,251
Due from General Fund	2,156	-
Investments (notes 1B and 3)	1,362,661	1,382,066
	1,551,554	1,477,700
	$42,085,482	$38,662,639

LIABILITIES

	1982	1981
Current:		
Accounts payable and accrued liabilities	$ 1,298,458	$ 875,750
Funds held for special programs, research and sundry projects, Statement D (note 8)	521,953	458,753
Deferred income	17,410	12,620
Due to Trust Fund	2,156	-
	1,839,977	1,347,123
Long-term:		
5 1/8% Mortgage, $41,608 principal and interest payable semi-annually July 1, 1982 - 2012	1,276,818	1,293,935
8 1/4% Mortgage, $66,686 principal and interest payable semi-annually April 1, 1982 - 2021	1,552,927	1,557,874
7 3/4% Debenture, $66,867 principal and interest payable annually March 31, 1983	62,058	119,652
Zone Properties mortgages (notes 1E and 4)	77,319	100,079
	2,969,122	3,071,540
University Equity, Statement C (notes 1D and 2)	35,724,829	32,766,276
	40,533,928	37,184,939
Accounts Payable	1,332	1,995
Due to General Fund	-	9,864
Brandon University Student Union Trust	252,738	218,951
Scholarship and Endowment Funds, Statement E	1,297,484	1,246,890
	1,551,554	1,477,700
	$42,085,482	$38,662,639

Statement B

BRANDON UNIVERSITY

Comparative Statement of Income and Expenditure, General Account by Funding for the years ended March 31, 1982 and March 31, 1981

	Operating		Sponsored or Assisted Research and Special Funds
	1982	1981	1982
INCOME:			
Student Fees	$ 1,352,955	1,070,045	18,467
Grants:			
Universities Grants Commission	8,144,367	7,087,733	59,127
Province of Manitoba			2,318,926
Government of Canada	70,000		66,282
Other	35,000		237,251
City of Brandon	123,449	102,433	
Sponsored or assisted research			202,906
Scholarship and bursary donors			131,616
Ancillary Enterprises	2,076,106	1,715,281	216,587
Miscellaneous	294,970	245,474	402,874
Other	135,122		
Total Income, Schedule 2	12,231,969	10,220,966	3,654,036
EXPENDITURE:			
Academic - general	6,002,530	5,018,326	239,344
Academic - specifically funded			2,700,053
Library	800,285	727,810	
Student Services	677,957	401,095	131,616
Administration	540,066	482,438	
General support services and other general expenditures	1,116,135	971,841	366,436
Plant maintenance	1,053,520	958,022	
Ancillary enterprises	2,011,389	1,711,905	216,587
Total Expenditure, Schedule 3	12,201,882	10,271,437	3,654,036
(Deficiency) Excess of Income over Expenditure for the year, including outstanding purchase orders		(50,471)	
Outstanding purchase orders		49,199	
(Deficiency) Excess of Income over Expenditure for the year, Statement C	$ 30,087	$ (1,272)	

Statement B

Sponsored or Assisted Research and Special Funds 1981	Total March 31 1982	Total March 31 1981
79,759	1,371,422	1,149,804
271,482	8,203,494	7,359,215
2,395,485	2,318,926	2,395,485
183,813	136,282	183,813
148,083	272,251	148,083
	123,449	102,433
191,745	202,906	191,745
91,881	131,616	91,881
216,587	2,292,693	1,931,868
494,925	697,844	740,399
	135,122	
4,073,760	15,886,005	14,294,726
228,606	6,241,874	5,246,932
3,078,622	2,700,053	3,078,622
	800,285	727,810
91,881	809,573	492,976
	540,066	482,438
458,064	1,482,571	1,429,905
	1,053,520	958,022
216,587	2,227,976	1,928,492
4,073,760	15,855,918	14,345,197
-		(50,471)
-		49,199
-	30,087	(1,272)

Statement C

BRANDON UNIVERSITY

Comparative Statement of University Equity - General Fund for the years ended March 31, 1982 and March 31, 1981

	1982	1981
Fixed assets		
Expenditure:		
Balance at beginning of year	$ 17,112,191	$ 16,504,372
Add:		
Capitalization of funds expended during the year:		
Charges to Expenditure	986,847	607,819
Balance at end of year	18,099,038	17,112,191
Appraisal adjustments:		
Balance at beginning of year	15,730,288	12,759,388
Add:		
Adjustment of book value of land, buildings and contents	1,977,571	2,970,900
Balance at end of year	17,707,859	15,730,288
Total	35,806,897	32,842,479
Capital Development:		
Balance at beginning of year	(46,994)	(38,310)
Add:		
Expenditures from Bookstore Relocation Fund	4,030	4,270
Mortgage repayment	22,760	23,094
Purchase of Zone Property	30,704	-
	(104,488)	(65,674)
Less:		
Net income from Zone Properties rentals (note 1Ca)	21,915	18,680
Balance at end of year	(82,573)	(46,994)
Carried forward	$ 35,724,324	$ 32,795,485

Statement C

	1982	1981
Brought Forward	$ 35,724,324	$ 32,795,485
Operations:		
General: Deficit at beginning of year	(29,209)	20,800
Add:		
(Deficiency) Excess of Income over Expenditure for the year, Statement B	30,087	(1,272)
Adjustment of prior years' operations, net	(373)	462
	505	19,990
Less:		
Appropriation for outstanding purchase orders	-	49,199
(Deficit) Surplus end of year	505	(29,209)
University Equity Statement A	$ 35,724,829	$ 32,766,276

Statement D

BRANDON UNIVERSITY

Funds held for Sponsored or Assisted Research and Special Funds

Research
- National Research Council
- Province of Manitoba
- Government of Canada
- Other

Special Programs
- Brandon University Northern Teacher Education Program
- Special Mature Student Program
- Teaching English as a Second Language
- Program for the Education of Native Teachers
- Inter-Universities North
- Mature Student Entry Program
- Mature Student Centre (Note 7)
- Brandon University Indian Leadership Development Program

Scholarships, Bursaries and awards, transferred to the Operating Fund

Sundry Projects, net

Transfer from Trust Fund and Endowment Fund

Expenditure recoverable included in accounts receivable

Balance as at March 31, 1981 and 1982 Statement A

Total Income

Total Expenditure, (note 8)

Statement D

Balance March 31 1981	Income	Expenditure	Balance March 31 1982
56,905	101,900	73,501	85,304
724	-	-	724
4,436	160,865	129,405	35,896
38,886	5,765		44,651
100,951	268,530	202,906	166,575
19,018	2,392,000	2,310,597	100,420
10,696		8,328	2,368
6,475			6,475
37,563	233,852	241,415	30,000
59,128		59,128	-
(15,081)			(15,081)
20,554		20,554	
168,249	40,000	60,031	148,219
306,602	2,665,852	2,700,053	272,401
	131,616	131,616	-
(110,513)	522,549	366,436	45,600
	36,438	36,438	
161,713			37,377
$ 458,753			521,953
	3,624,985		
		3,437,449	

Statement E

BRANDON UNIVERSITY

Statement of Changes, Scholarship and Endowment Funds for the year ended March 31, 1982

	1982	1981
Balance at beginning of year	$ 1,246,890	$ 1,198,376
Add:		
Contributions during the year	75,881	63,114
Income from Investments (note 1C)	151,640	121,708
	227,521	184,822
	1,474,411	1,383,198
Less:		
Scholarships, bursaries and awards	131,616	91,881
Transfer to General Fund	36,438	36,861
Management Fees	5,743	4,997
Travelling Grants and Sundry Expenses	3,130	2,569
	176,927	136,308
Balance at end of year, Statement A and Schedule 6	1,297,484	1,246,890

Schedule 1

BRANDON UNIVERSITY

SCHEDULES

Fixed Assets

	Total March 31 1982	Total March 31 1981
Buildings:		
Administration and Clark Hall	$ 1,586,379	$ 1,512,133
Arts and library building	1,791,885	1,708,021
Centennial Auditorium (note 2)	3,323,215	3,167,682
Cowan Hall	1,450,293	1,382,416
Drama building	233,534	222,604
Education building	2,196,135	2,093,351
Gymnasium	838,459	799,217
McMaster Hall	3,509,551	3,345,297
Jeff Umphrey Centre for Mental Retardation	542,509	517,118
J.R. Brodie Science Centre	6,980,510	6,653,808
Darrach Hall and dining hall	2,565,775	2,445,691
Music buildings	836,768	797,607
President's residence	137,560	131,122
Steam plant	1,019,705	971,981
Temporary buildings	343,034	326,979
Utility services	389,161	384,232
Kinsmen Stadium	27,732	26,434
	27,772,205	26,485,693
Land and site development:		
Land	498,680	498,680
Site development	189,280	189,280
	687,960	687,960
	28,460,165	27,173,653
Furnishings and equipment	9,351,727	7,879,852
Zone Properties	902,069	740,863
Fixed assets, Statement A	$38,713,961	$35,794,368

Schedule 2

BRANDON UNIVERSITY

General Fund Income

	Operating	Sponsored or Assisted Research and Special Funds
Student Fees:		
Regular session	$ 984,583	
Evening session	144,307	
Summer session	43,953	
Spring session	36,417	
Music Conservatory	94,351	
Other	49,344	
Special programs:		
Inter-Universities North		-
Program for the Education of Native Teachers		18,467
	1,352,955	18,467
Grants:		
Universities Grants Commission:		
Operating	7,725,899	
Miscellaneous capital	351,601	
Debenture payment	66,867	
Inter-Universities North		59,127
	8,144,367	59,127
Province of Manitoba:		
Special Mature Student Program		8,328
Brandon University Northern Teacher Education Project		2,310,598
	-	2,318,926
Government of Canada:		
Program for the Education of Native Students		66,282
Mature Student Entry Program		
Department of Indian Affairs	70,000	
	70,000	66,282
Income carried forward	$9,567,322	$2,462,802

Schedule 2

Total March 31 1982	Total March 31 1981
984,583	757,133
144,307	134,559
43,953	51,840
36,417	32,475
94,351	68,497
49,344	38,755
	46,349
18,467	20,196
1,371,422	1,149,804
7,725,899	6,798,100
351,601	222,766
66,867	66,867
59,127	271,482
8,203,494	7,359,215
8,328	55,819
2,310,598	2,339,666
2,318,926	2,395,485
66,282	106,176
	18,397
70,000	59,240
136,282	183,813
$12,030,124	$11,088,317

Schedule 2

BRANDON UNIVERSITY

General Fund Income

	Operating	Sponsored or Assisted Research and Special Funds
Income (continued)		
Brought forward	$ 9,567,322	$ 2,462,802
Other		
Program for the Education of Native Teachers		156,666
Mature Student Centre (Note 7)	35,000	20,554
Brandon University Indian Leadership Development Project		60,031
Miscellaneous	135,122	
	170,122	237,251
City of Brandon	123,449	-
Sponsored or assisted research:		
National Research Council		73,501
Province of Manitoba		-
Government of Canada		129,405
Other		
		202,906
Total Grants	8,507,938	2,884,492
Scholarship and bursary donors		131,616
Ancillary enterprises:		
Bookstore	506,825	
Food Services	1,003,648	
Residence - Operating	565,633	
- Mortgage Grant		216,587
	2,076,106	216,587
Miscellaneous:		
Rentals	19,085	
Sundry	134,807	
Sundry Projects		366,436
Interest Income	141,078	
Transfer from Trust and Endowment Funds		36,438
	294,970	402,874
Total Income, Statement B	$12,231,969	$3,654,036

Schedule 2

Total March 31 1982	Total March 31 1981
$12,030,124	$11,088,317
156,666	68,626
55,554	35,707
60,031	43,750
135,122	
407,373	148,083
123,449	102,433
73,501	51,178
	82
129,405	140,024
	461
202,906	191,745
11,392,430	10,380,774
131,616	91,881
506,825	411,121
1,003,648	843,609
565,633	460,551
216,587	216,587
2,292,693	1,931,868
19,085	22,655
134,807	140,272
366,436	458,064
141,078	82,547
36,438	36,861
697,844	740,399
$15,886,005	$14,294,726

Schedule 3

BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Funds
Academic - General:		
Salaries and staff benefits	$ 5,128,817	
Music conservatory commissions	50,823	
Travel and moving	139,685	
Research		36,438
Sponsored or assisted research		202,906
Non-Credit Programs	62,948	
Other expenses and supplies	245,416	
Miscellaneous capital	173,919	
School of Music Building	200,922	
	6,002,530	239,344
Academic - specifically funded:		
Special Mature Student Program		8,328
Inter-Universities North		59,127
Mature Student Entry Program		-
Program for the Education of Native Teachers		241,416
Brandon University Northern Teacher Education Project		2,310,597
Mature Student Centre (note 7)		20,554
Brandon University Indian Leadership Development Program		60,031
	-	2,700,053
Library:		
Salaries and staff benefits	542,374	
Books and periodicals	182,745	
Travel and moving	5,675	
Other expenses and supplies	58,345	
Miscellaneous capital	11,146	
	800,285	
Student Services: (note 7)		
Salaries and staff benefits	426,532	
Travel and moving	25,798	
Other expenses and supplies	50,703	
Scholarships, bursaries and awards		131,616
Athletic programs	170,290	
Miscellaneous capital	4,634	
	677,957	131,616
Carried forward	$7,480,772	$3,071,013

Schedule C

Total March 31 1982	Total March 31 1981
$5,128,817	$4,494,307
50,823	44,242
139,685	108,582
36,438	36,861
202,906	191,745
62,948	56,110
245,416	217,215
173,919	97,870
200,922	-
6,241,874	5,246,932
8,328	55,819
59,127	317,831
-	18,397
241,416	194,998
2,310,597	2,339,666
20,554	108,161
60,031	43,750
2,700,053	3,078,622
542,374	478,923
182,745	165,443
5,675	4,748
58,345	58,839
11,146	19,857
800,285	727,810
426,532	225,876
25,798	15,482
50,703	16,636
131,616	91,881
170,290	138,167
4,634	4,934
809,573	492,976
10,551,785	9,546,340

Schedule 3 BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Funds
Brought forward:	$ 7,480,772	$ 3,071,013
Administration:		
Salaries and staff benefits	429,968	
Travel and moving	33,367	
Other expenses and supplies	62,978	
Miscellaneous capital	13,753	
	540,066	
General support services and other general expenditures:		
Salaries and staff benefits	570,054	
Past service staff benefits	60,000	
Convocation	16,890	
Sundry projects		366,436
Telephone and telegraph	25,865	
Postage	56,628	
Institutional membership fees	8,578	
Legal and audit	32,768	
Debenture payment	66,867	
Other expenses and supplies	196,009	
Equipment rentals		
Miscellaneous capital	82,476	
	1,116,135	366,436
Plant maintenance:		
General maintenance:		
Salaries and staff benefits	503,666	
Taxes and insurance	45,079	
Security and contract charges	50,436	
Other expenses and supplies	96,808	
Utilities	186,239	
Miscellaneous capital	58,084	
	940,312	
Steam Plant:		
Salaries and staff benefits	139,056	
Other expenses and supplies	10,425	
Utilities	231,172	
	380,653	
Maintenance allocations or recoveries	(267,445)	
Total plant maintenance	1,053,520	-
Carried Forward	$10,190,493	$ 3,437,449

Schedule 3

Total March 31 1982	Total March 31 1981
$10,551,785	$ 9,546,340
429,968	373,945
33,367	29,240
62,978	77,328
13,753	1,925
540,066	482,438
570,054	513,163
60,000	60,000
16,890	19,320
366,436	458,064
25,865	26,678
56,628	51,270
8,578	8,395
32,768	35,193
66,867	66,867
196,009	156,073
82,476	34,882
1,482,571	1,429,905
503,666	439,865
45,079	25,140
50,436	44,955
96,808	92,276
186,239	187,959
58,084	99,831
940,312	890,026
139,056	127,272
10,425	8,892
231,172	177,899
380,653	314,063
(267,445)	(246,067)
1,053,520	958,022
$13,627,942	$12,416,705

Schedule 3

BRANDON UNIVERSITY

General Fund Expenditure by Type

	Operating	Sponsored or Assisted Research and Special Funds
Brought Forward	$10,190,493	$ 3,437,449
Ancillary Enterprises:		
Bookstore:		
Salaries and Staff Benefits	56,156	
Goods for resale	375,263	
Other expenses and supplies	28,590	
Distribution of share of net income to students union (note 5)	23,408	
	$ 483,417	
Food Services:		
Catering services contract charges:		
Salaries, staff benefits, administration and management fee	375,486	
Food	403,396	
Other expenses and supplies	143,418	
Utilities allocation	15,372	
	937,672	
Residences:		
Salaries and Staff Benefits	274,250	
Other expenses and supplies	207,511	
Utilities allocation	108,539	
Mortgage Payments		216,587
	590,300	216,587
Total ancillary enterprises	2,011,389	216,587
Total Expenditure, Statement B	$12,201,882	$ 3,654,036

Schedule 3

Total March 31 1982	Total March 31 1981
$ 13,627,942	$ 12,416,705
56,156	49,136
375,263	313,299
28,590	22,669
23,408	12,805
$ 483,417	$ 397,909
375,486	319,048
403,396	307,367
143,418	88,311
15,372	29,278
937,672	744,004
274,250	227,561
207,511	238,973
108,539	103,458
216,587	216,587
$ 806,887	$ 786,579
2,227,976	1,928,492
$ 15,855,918	$ 14,345,197

Schedule 4

BRANDON UNIVERSITY

Expenditure by Account and by Funding

	Salaries	Benefits
Academic General		
Arts	$ 1,333,013	$ 102,508
Science	1,496,530	111,742
Education	1,010,247	73,064
Music	634,976	45,913
Continuing Education	307,867	12,957
Senate		
Conservatory		
Non-Credit Programs		
Assisted Research		
Research		
	4,782,633	346,184
Special Programs		
Buntep	810,784	52,203
S.M.S.P.		
Pent	161,989	6,859
I.U.N.		
Mature Entry Program		
Mature Student Centre	20,554	
Build	33,987	2,509
	1,027,314	61,571
Library	505,712	36,662
Books and Periodicals		
	505,712	36,662
Student Services	396,649	29,883
Scholarships		
Athletic Programs		
	396,649	29,883
Administration	389,531	40,437
Carried Forward	$ 7,101,839	$ 514,737

Schedule 4

Travel	Supplied & Other Expenses	Miscellaneous Capital	Other	Total March 31 1982	Total March 31 1981
$ 31,084	$ 38,097	$ 16,489	$	$1,521,191	$1,332,276
37,570	90,757	80,201		1,816,800	1,540,192
27,698	41,228	62,763		1,215,000	1,022,076
19,490	58,562	9,647	200,922	969,510	660,409
23,843	13,145	4,819		362,631	360,998
			3,627	3,627	2,023
			50,823	50,823	44,242
			62,948	62,948	56,110
			202,906	202,906	191,745
			36,438	36,438	36,861
139,685	241,789	173,919	557,664	6,241,874	5,246,932
254,262	210,535	143,489	839,324	2,310,597	2,339,666
116	73		8,139	8,328	55,819
29,237	19,166	5,647	18,518	241,416	194,998
			59,127	59,127	317,831
				-	18,397
				20,554	108,161
8,946	9,842	682	4,065	60,031	43,750
292,561	239,616	149,818	929,173	2,700,053	3,078,622
5,675	58,345	11,146		617,540	562,367
			182,745	182,745	165,443
5,675	58,345	11,146	182,745	800,285	727,810
25,798	50,703	4,634		507,667	262,928
			131,616	131,616	91,881
			170,290	170,290	138,167
25,798	50,703	4,634	301,906	809,573	492,976
33,367	62,978	13,753		540,066	482,438
$ 497,086	$ 653,431	$ 353,270	$1,971,488	$11,091,851	$10,028,778

Schedule 4

BRANDON UNIVERSITY

Expenditure by Account and by Funding

	Salaries	Benefits
Brought Forward	$ 7,101,839	$514,737
General Support		
Alumni	30,784	2,461
Director of Development	31,188	434
Computer Services	116,248	9,674
Print Shop	60,748	5,395
Purchasing	29,838	1,405
Information Services	22,224	1,418
Mail Room	27,670	2,422
Registrar	133,033	12,143
Personnel	55,237	4,338
Telephone Office	22,036	1,358
Past Service Benefits		
Convocation		
Sundry Projects		
Telephone and Telegraph		
Postage		
Institutional Membership Fees		
Legal and Audit		
Debenture Payment		
Bad Debt Expense		
	529,006	41,048
Plant Maintenance	446,796	56,870
Taxes		
Insurance		
Security		
Service Contracts		
Utilities		
	446,796	56,870
Steam Plant	128,669	10,387
Utilities		
	128,669	10,387
Recoveries		
Carried Forward	$8,206,310	$623,042

Schedule 4

Travel	Supplies & Other Expenses	Miscellaneous Capital	Other	Total March 31 1982	Total March 31 1981
$497,086	$653,431	$353,270	$1,971,488	$11,091,851	$10,028,778
2,869	20,754	215		57,083	55,358
4,266	12,098			47,986	28,639
2,095	98,509	77,117		303,643	156,902
1,341	(49,589)			17,895	21,154
	1,792	1,335		34,370	26,854
377	32,673	2,941		59,633	66,768
	8,530			38,622	34,298
1,623	37,713	104		184,616	169,823
937	4,998	764		66,274	59,173
	23			23,417	20,149
			60,000	60,000	60,000
			16,890	16,890	19,320
			366,436	366,436	458,064
			25,865	25,865	26,678
			56,628	56,628	51,270
			8,578	8,578	8,395
			32,768	32,768	35,193
			66,867	66,867	66,867
			15,000	15,000	65,000
$13,508	$167,501	$82,476	$ 649,032	$ 1,482,571	$ 1,429,905
497	96,311	58,084		658,558	631,972
			5,143	5,143	4,872
			39,936	39,936	20,268
			46,818	46,818	41,432
			3,618	3,618	3,523
			186,239	186,239	187,959
497	96,311	58,084	281,754	940,312	890,026
	10,425			149,481	136,164
			231,172	231,172	177,899
-	10,425	-	231,172	380,653	314,063
			(267,445)	(267,445)	(246,067)
$511,091	$927,668	$493,830	$2,866,001	$13,627,942	$12,416,705

Schedule 4

BRANDON UNIVERSITY

Expenditures by Account and by Funding

	Salaries	Benefits
Brought Forward	$8,206,310	$623,042
Ancillary Enterprises		
Bookstore	51,708	4,448
Cost of Sales		
Food Services	366,942	8,544
Food		
Utilities		
Residences	255,992	18,258
Utilities		
Mortgages		
	674,642	31,250
Total Expenditures, Statement B	$8,880,952	$654,292

Travel	Supplies & Other Expenses	Miscellaneous Capital	Other	Total March 31 1982	Total March 31 1982
$511,091	$927,668	$493,830	$2,866,001	$13,627,942	$12,416,705
295	51,703			108,154	84,610
			375,263	375,263	313,299
	109,572	15,372		500,430	407,359
			403,396	403,396	307,367
			33,846	33,846	29,278
1,622		24,272	181,617	481,761	466,533
			108,539	108,539	103,458
			216,587	216,587	216,588
1,917	161,275	39,644	1,319,248	2,227,976	1,928,492
$513,008	$1,088,943	$533,474	$4,185,249	$15,855,918	$14,345,197

Schedule 5

BRANDON UNIVERSITY

Comparative Schedule of Income and Expenditures, Ancillary Enterprises for the periods ending March 31, 1982 and March 31, 1981

	Bookstore	Food Services
Income		
Room and Board Fees	$	$ 709,748
Conventions		89,004
Canteen (includes vending machines)		144,214
Vending		-
Internal Functions		60,682
Other		
Book Sales	506,825	
Grant from Universities Grants Commission		
Total Income, Statement B	506,825	1,003,648
Expenditures		
Salaries	51,708	366,942
Staff Benefits	4,448	8,544
Cost of Goods Sold	375,263	403,396
Supplies and Other Expenses	28,590	109,572
Mortgage Payments		
Utilities		33,846
Brandon University Student Union's share of net income from the Bookstore (notes)	23,408	
Equipment, alterations, etc.		15,372
Total Expenditures, Statement B	483,417	937,672
Excess (Deficiency) of Income over Expenditures	$ 23,408	$ 65,976

Schedule 5

Residence	1982 Total	1981 Total
$ 479,328	$1,189,076	$ 1,002,013
47,225	136,229	122,997
-	144,214	100,386
3,015	3,015	3,365
2,559	63,241	43,955
33,506	33,506	31,444
	506,825	411,121
216,587	216,587	216,587
782,220	2,292,693	1,931,868
255,992	674,642	572,523
18,258	31,250	23,222
	778,659	620,666
183,239	321,401	235,104
216,587	216,587	216,587
108,539	142,385	132,736
	23,408	12,805
24,272	39,644	114,849
806,887	2,227,976	1,928,492
$ (24,667)	$ 64,717	$ 3,376

Schedule 6

BRANDON UNIVERSITY

Scholarship and Endowment Funds

	1982	1981
Restricted Funds:		
Abbie and Arthur Vining Memorial Fund	$ 38,558	$ 35,455
A. Clark Memorial Book Prize	511	459
A.E. McKenzie Memorial Foundation Fund	245,933	242,225
Alex Whyte Memorial Fund	8,602	8,075
Alexander McIntyre Prize in Education	5,998	5,380
Annual Donor Scholarship Fund	6,732	(3,068)
Art Exhibition Fund	893	535
A. Vincent Kidd Memorial Scholarship Fund	9,267	9,115
B. H. Taylor Memorial Bursary	451	-
Brandon Sun Centennial Chair in Journalism	10,292	-
Brandon University Development Fund	4,395	3,949
Brandon University Library Development Fund	876	-
Campus Concert Series Fund	2,993	2,510
Catherine and John E. Robbins Scholarship Fund	37,859	36,027
Chevron Standard Ltd. Scholarship	1,017	-
Christopher Riley Memorial Fund	49,877	41,535
Corrigan Library Fund for Native Literature	727	659
Crescam Serviendo Award	634	-
Dr. D.B. Stewart Scholarship Fund	754	613
Dr. C.W. Lightbody Memorial Fund	11,728	10,509
Dr. G. MacNeill Estate	8,493	8,185
Dr. N. Demchuk Memorial Scholarship	5,701	2,540
E.L. Christie Memorial Fund	26,324	24,146
Friends of Music Conservatory Fund	-	(103)
G.R. Rowe Fund	20,538	19,122
Gus Hendzel Memorial	2,010	1,471
Ian and Shirley Brown Fund	1,745	1,631
Isabelle Douglas Estate	6,808	6,104
J.A. McGinn Fellowship	869	-
J. Gregson Smart Memorial Scholarship	2,811	2,702
James of Goodlands Bursary Fund	1,052	-
Jean Mann Memorial Scholarship	2,550	2.292
Lillian Bain Memorial Vocal Scholarship Fund	2,779	2,828
Dr. J.A. McLeod Scholarship	1,331	1,244
Masonic J.R.C. Evans Memoriadl	3,160	2,966
Miss E.A. Whiteside Fund	6,138	5,503
Music Bursary Fund	-	341
N. Hargreaves-Mawdsley Memorial Scholarship	1,899	1,843
Napolean Lussier Memorial Scholarship	1,347	1,293
Neil MacMillan Scholarship	5,417	4,850
Orchard Memorial Fund	4,186	4,423
Peter Dobson Memorial Scholarship	561	592
Procop and Dora Bilous Memorial Scholarship	1,257	1,220
R.H. Hannah Scholarship Fund	829	578
R.H. Patmore Memorial Scholarship	10,454	10,269
R.J. Lang Memorial Fund	7,991	7,432
R.J. McCarthy Memorial Scholarship Fund	1,351	1,213
R. Murray Simmons Memorial Scholarship	5,165	4,715
SUSA Trust Fund	18,875	19,062
Una B. Cameron Memorial Fund	12,482	11,726
William Purdon Cumming Memorial Fund	6,865	6,459
W.L.and A.E. Wright Memorial Fund	2,656	2,464
W. McGregor Memorial Education Bursary Fund	3,065	3,022
Carried forward	$614,806	$556,111

Schedule 6

	1982	1981
Brought forward	$ 614,806	$ 556,111
Unrestricted Funds:		
Blair Fraser Memorial Fund	687	618
Brandon University Association Fund	5,274	4,151
Brandon University Development Fund	9,022	8,086
Carl J. Sanders Fund	608,987	626,386
Carrie B. Clarke Estate	5,513	4,930
Class of 1930 Gift	2,992	2,683
Class of 1931 Gift	1,612	-
Dr. A.L. Dulmage Fund	5,755	5,072
Estate of W.K. Bass Bequest	6,809	6,104
Gerald and Glorianne Robinovitch Memorial Fund	99	99
John G. Diefenbaker Estate	1,371	1,234
Pearl Edith Gainer Estate	20,499	18,369
Whitfield-Clark Memorial Fund	14,058	13,047
	$ 682,678	690,779
Balance at end of year, Statement E	$1,297,484	$1,246,890

NOTES TO FINANCIAL STATEMENTS

1. Significant Accounting Principles and Reporting Practices

A. Fund accounting

The accounts of the University are maintained in accordance with the principles of fund accounting in order that limitations and restrictions placed on the use of available resources are observed. Under fund accounting, resources are classified for accounting and reporting purposes into funds in accordance with specified activities or objectives. For financial reporting purposes, accounts with similar characteristics or objectives have been combined to establish the General and Trust and Endowment Funds; expenditures incurred in accordance with restrictions are classified as "Sponsored or Assisted Research and Special Funds" in Statement B and are offset by an equivalent income amount.

B. Investment of Trust and Endowment Funds

Trust and endowment funds available for investment are pooled. Investment income is distributed to each participating fund annually at March 31. Investments are recorded at cost or at fair market value as at the date of acquisition or donation respectively. Gains or losses on sales of investments are recognized in the fiscal year of disposal.

C. Accounting basis

The University accounts are maintained to provide a matching of revenues and expenditures to the fiscal year in which the items were budgeted. As a consequence of this policy, the following modifications to the accrual basis of accounting have been adopted by the University:

a) Regular session student fees and ancillary enterprises income which pertain to a period after the University's fiscal year-end are not treated as deferred income but are recorded as revenues of that fiscal year.

b) The costs of sabbatical leaves are accounted for in the fiscal year in which the expenditures are made; other payroll costs have not been accrued from the last pay period in the fiscal year to March 31.

c) Accrued interest has not been taken into account on the University's investments or liabilities.

d) Consumable supplies are charged to operations in the fiscal year they are acquired. Except for the bookstore, the costs of the unused

NOTES TO THE FINANCIAL STATEMENTS

1. C. Accounting basis (continued)

d) supplies as at March 31 are not included in inventory for financial statement presentation purposes.

D. Capitalization of fixed assets

Fixed assets, other than land, are capitalized at depreciated replacement values determined annually during a fiscal year by an independent appraisal company with purchases subsequent to the appraisal to the end of the fiscal year included at cost. Land is recorded at municipal tax assessment values.

Furnishings and equipment including library books, are purchased with operating funds and charged to operations in the fiscal year of acquisition; these items are capitalized as fixed assets during the above-described appraisal valuation process.

The impact of the above-noted procedures is reflected as an adjustment to the University Equity account.

Depreciation is not provided for on fixed assets.

E. Mortgage Principal Repayment

Repayments of mortgage principal are charged to operations, except for the Zone Properties mortgages which are charged to the Capital Development section of the University Equity account. Because these repayments increase University equity, they are capitalized as adjustments to the University Equity account.

F. Operations

Ancillary enterprises provide goods and services not directly associated with the University's primary educative objective. These activities are expected to operate on a break-even basis, except for payments of principal and interest on long-term debt, which is funded from other sources. Ancillary enterprises are assessed all significant overhead costs associated with their operations.

The financial statements do not reflect grants in lieu of taxes made by the Province of Manitoba respecting University properties. Goods and services which have been provided at no charge to the University are also not reflected in the financial statements.

BRANDON UNIVERSITY

NOTES TO THE FINANCIAL STATEMENTS

2. Brandon Centennial Auditorium Corporation Inc.

Under an arrangement between the University, the Province of Manitoba and the City of Brandon, the University built an Auditorium on its property for the benefit of citizens of Western Manitoba. The expenditure for the building and furnishings was financed from contributions by the Governments of Canada and Manitoba, the City of Brandon and citizens through campaigns.

The Auditorium has been leased to the Brandon Centennial Auditorium Corporation Inc. under a 99 year lease for a nominal consideration of $1 with the University being required to supply certain services to the Auditorium for which it is reimbursed.

3. Investments

Details regarding the Investments are as follows:

	Par Value	Book Value	Market Value
Bonds:			
Government of Canada	$1,094,200	$1,050,895	$ 975,266
Other	142,000	140,665	125,685
Stocks:			
Par Value	22,310	22,310	25,289
No par value		148,791	157,384
	$1,258,510	1,362,661	1,283,624

Market value as at March 31, 1981 was $1,382,163.

4. Zone Properties Mortgages

There are several mortgages outstanding as at March 31, 1982 having varying maturity dates. Under the terms of the various mortgages, monthly payments of $1,126 are required covering principal and interest.

5. Bookstore

An agreement between the University and the Brandon University Students' Union provides for the equal sharing of profits of the University's bookstore operations. Profits paid to the Students' Union amounted to $23,408 for the year ended March 31, 1982 ($12,805 at March 31, 1981).

6. Pension Plans

Brandon University contributes to a trustee-administered Pension Plan for its employees. Both the University and the employees contribute to the Pension Plan on the basis of the employees' regular salary. In addition, the University makes a supplementary annual payment, as recommended by the actuary, in order to eliminate the Plan's unfunded liability.

The accounts of the Plan do not form part of the University's financial statements. The Plan's assets are managed by trustees, with financial statements thereon being audited and reported on by the Provincial Auditor.

An actuarial valuation to determine the Fund's position as at January 1, 1981 was completed. This valuation established an unfunded liability of $167,542 as at that date. The actuary recommended that Brandon University make supplementary annual employer congributions of $18,360 until the next review to eliminate this unfunded liability. The next actuarial valuation is required by The Pension Benefits Act of Manitoba to be made as at January 1, 1984.

There is also a special pension contract subject to conditions being fulfilled. The University amortizes the cost thereof by an annual charge to operations.

7. Mature Student Centre

For the year ended March 31, 1982, all revenues and expenses pertaining to this program were recorded in Statement B, Statement of Income and Expenditures, General Account by Funding, under General Operating Income and Student Services, respectively. Previously, transactions pertaining to this program were recorded in Statement D, Funds held for Sponsored or Assisted Research and Special Funds. A comparative statement of revenue and expenses of the Mature Student Centre Program is as follows:

	Year Ended	
	March 31, 1982	March 31, 1981
Revenue	$ 110,320	$ 128,714
Expenses	231,023	108,160
	$(120,703)	$ 20,554

The balance available of $20,554 at the end of March 31, 1981 was credited to the Student Services expense account during the year ended March 31, 1982.

NOTES TO THE FINANCIAL STATEMENTS

8. Funds held for Special Programs, Research and Sundry Projects

From time to time, certain funds are received by the University for specific purposes. These funds are reported under the current liability section of the balance sheet until such time as they are applied to the expenditures for which the funds were received. In the fiscal year that the funds are applied, they shall be shown as income on the Statement of Income and Expenditure.

9. Contingent Liabilities

Brandon University is named as a defendant in a Statement of Claim where action by the plaintiff has commenced. The plaintiff has requested the court to assess the relief plus costs. No provision has been recorded in the University's accounts for the above contingent liability.

10. Restatement of Accounts

Comparative figures for the year ended March 31, 1981 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1982.

11. Purchase Orders

Last year purchase orders for which the goods and services were not received as at March 31, 1981 were included in certain liability and expenditure accounts. However, an adjustment for the total outstanding purchase orders of $49,199 was made on Statement B to exclude these transactions from the University's operating results. For the year ended March 31, 1982 no purchase orders were included as liabilities or expenditures.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE BRANDON UNIVERSITY PENSION FUND

AUDITOR'S REPORT

I report that the accounts and financial statements of The Brandon University Pension Fund have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits 1 and 2, together with the notes thereto, present fairly the financial position of The Brandon University Pension Fund as at December 31, 1981 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Fund.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

September 28, 1982,
Winnipeg, Manitoba.

Exhibit 1

THE BRANDON UNIVERSITY PENSION FUND

Balance Sheet

as at December 31, 1981

(with 1980 figures for comparison)

ASSETS

	1981	1980
Accounts Receivable, Brandon University Note 1 (a)	$ 70,321	$ 27,059
Held by the Great West Life Assurance Note 1 (b)		
Deposit Fund	788,494	915,805
Mortgage Fund	3,924,707	3,530,536
Bond Fund	521,143	469,091
Equity Fund	625,000	225,000
Real Estate Fund	635,000	550,000
Money Market Fund	829,000	554,000
Transaction Account	(151,986)	(174,776)
	7,171,358	6,069,656
	$7,241,679	$6,096,715

LIABILITIES

Reserve for present and future pension benefits (Exhibit 2)	$7,241,679	$6,096,715
	$7,241,679	$6,096,715

Exhibit 2

THE BRANDON UNIVERSITY PENSION FUND

Statement of Changes in the Reserve for Present and Future Pension Benefits for the year ended December 31, 1981 (with 1980 figures for comparison)

	1981	1980
Additions:		
Contributions Note 2 (a):		
Members, Regular	$ 385,155	$ 317,766
University, Regular	372,928	317,766
University, Other	60,000	60,000
	818,083	695,532
Experience Refund, prior plan	37,300	10,847
Investment Income	563,199	593,715
Total Additions	1,418,582	1,300,094
Deductions:		
Benefits:		
Retirements	154,194	134,768
Refunds	62,290	64,421
	216,484	199,189
Administration Expenses:		
Agency Fees	54,215	40,552
Trustee Expenses	2,919	3,848
	57,134	44,400
Total Deductions	273,618	243,589
Net Increase for the Year	1,144,964	1,056,505
Balance at Beginning of Year	6,096,715	5,040,210
Balance at End of Year (Exhibit 1)	$7,241,679	$6,096,715

THE BRANDON UNIVERSITY PENSION FUND

Notes to the Financial Statements

December 31, 1981

1. ACCOUNTING POLICIES

   (a) The annual financial statements of the Brandon University Pension Fund are prepared on a cash basis, except for employees pension deductions which are on an accrued basis.

   (b) For the purpose of preparing the financial statements and calculating the investment income the assets are valued at cost. For information purposes, the market value of the various funds at December 31st was as follows:

	1981		1980	
	Market Value	Cost	Market Value	Cost
Deposit Fund	$ 788,494	$ 788,494	$ 915,805	$ 915,805
Mortgage Fund	3,457,901	3,924,707	3,171,466	3,530,536
Bond Fund	425,707	521,143	416,390	469,091
Equity Fund	595,900	625,000	220,374	225,000
Real Estate Fund	728,659	635,000	556,296	550,000
Money Market Fund	948,670	829,000	554,000	554,000
Transaction Account	(151,986)	(151,986)	(174,776)	(174,776)
	$6,793,345	$7,171,358	$5,659,555	$6,069,656

2. GENERAL COMMENTS

   (a) An amendment to the Pension Plan was passed, effective November 1, 1981 which increased the benefits of the Pension Plan and increased the contributions for the members by 1% of salary. The contributions by the University remained unchanged as a result of the amendment.

   (b) The financial statements do not take into account actuarial valuations and therefore do not reflect the financial position of the Fund on an acutarial valuation basis. Because of proposed amendments to the plan, an actuarial valuation to determine the Fund's position was made as of January 1, 1981, resulting in an unfunded liability as at that date of $167,542 as compared with $437,806 as at January 1, 1979. The actuary recommended that Brandon University make supplementary annual employer contributions of $18,360 until the next review to eliminate this unfunded liability. The next actuarial valuation is to be made as at January 1, 1984.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

CHANNEL AREA LOGGERS LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Channel Area Loggers Ltd. as at March 31, 1982 and the statement of loss and subsidy receivable, the statement of changes in financial position and the schedules of operating expenses for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Channel Area Loggers Ltd. as at March 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

W. K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

October 20, 1982,
Winnipeg, Manitoba.

Exhibit A

CHANNEL AREA LOGGERS LTD.

(Incorporated Under The Corporations Act, Manitoba)

BALANCE SHEET AS AT MARCH 31, 1982

(with 1981 figures for comparison)

ASSETS	1982	1981
CURRENT ASSETS:		
Cash	$ 55	$ 69,465
Accounts receivable (Note 2)	116,225	337,146
Subsidy receivable from the Province of Manitoba	17,262	173,487
Inventories (Note 3)	397,516	105,065
Prepaid expenses	18,176	13,026
Total current assets	549,234	698,189
FIXED ASSETS (Note 4)	544,027	539,858
Less accumulated depreciation and amortization	298,270	236,142
Net fixed assets	245,757	303,716
GUARANTEE DEPOSIT WITH THE PROVINCE OF MANITOBA	900	900
TOTAL	$ 795,891	$ 1,002,805

LIABILITIES AND SHAREHOLDERS' EQUITY

	1982	1981
CURRENT LIABILITIES:		
Bank indebtedness - bank overdraft	$ 3,628	$ -
- outstanding cheques	56,095	37,386
- demand loan (Note 5)	240,000	475,085
	299,723	512,471
Accounts payable (Note 6)	196,078	187,894
Current portion of contracts payable	-	2,350
Total current liabilities	495,801	702,715
SHAREHOLDERS' EQUITY:		
Capital stock:		
Authorized: 35,000 common shares, maximum consideration not to exceed $350,000		
Issued: 30,009 shares	300,090	300,090
TOTAL	$ 795,891	$ 1,002,805

The accompanying notes are an integral part of the financial statements.

Exhibit B

CHANNEL AREA LOGGERS LTD.

STATEMENT OF LOSS AND SUBSIDY RECEIVABLE

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
PULPWOOD SALES	$ 1,411,495	$ 1,088,560
COST OF PULPWOOD SALES - Schedule 1	1,229,800	1,085,274
GROSS PROFIT	181,695	3,286
GENERAL AND ADMINISTRATIVE EXPENSES - Schedule 2	231,258	208,837
(LOSS) BEFORE OTHER INCOME	(49,563)	(205,551)
OTHER INCOME:		
Gain (loss) on disposal of fixed assets	(1,375)	17,802
Miscellaneous	22,720	5,733
Commissary - Schedule 3	10,959	8,529
Total other income	32,304	32,064
(LOSS) FOR THE YEAR	(17,259)	(173,487)
SUBSIDY RECEIVABLE AT BEGINNING OF THE YEAR	173,487	278,011
	190,746	451,498
SUBSIDY RECEIVED	173,484	278,011
SUBSIDY RECEIVABLE AT END OF THE YEAR	$ 17,262	$ 173,487

The accompanying notes are an integral
part of the financial statements.

Exhibit C

CHANNEL AREA LOGGERS LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
SOURCE OF WORKING CAPITAL:		
Subsidy from the Province of Manitoba	$ 17,259	$ 173,487
Charges to operations not involving an outlay of funds:		
Depreciation and amortization	65,249	78,281
Loss (gain) on sale of fixed assets	1,375	(17,802)
Proceeds from sale of fixed assets	1,900	30,101
	85,783	264,067
USE OF WORKING CAPITAL:		
Loss on operations	17,259	173,487
Purchase of fixed assets	10,565	23,073
Contracts payable	-	1,754
	27,824	198,314
INCREASE IN WORKING CAPITAL FOR THE YEAR	57,959	65,753
WORKING CAPITAL (DEFICIENCY) AT BEGINNING OF THE YEAR	(4,526)	(70,279)
WORKING CAPITAL (DEFICIENCY) AT END OF THE YEAR	$ 53,433	$ (4,526)

The accompanying notes are an integral part of the financial statements.

Schedule 1

CHANNEL AREA LOGGERS LTD.

SCHEDULE OF COST OF PULPWOOD SALES

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
INVENTORY AT BEGINNING OF THE YEAR	$ 38,612	$ 34,614
PRODUCTION EXPENSES:		
Cutters wages and fringe benefits	322,313	264,078
Contract wood	528,573	214,686
Transportation:		
Contract hauling to landing	230,920	159,476
Forwarding to roadside	29,684	63,565
Freight and fuel movement	16,304	32,653
Personnel transport	12,629	29,661
Road construction and maintenance, net	183,875	98,279
Timber dues	68,492	39,021
Supervision	40,259	31,217
Equipment maintenance:		
Shop	14,508	15,880
Chain saws	3,546	4,971
Other	203	696
Net kitchen and dormitory expenses, Schedule 4	44,304	135,089
Total production expenses	1,495,610	1,089,272
INVENTORY AT END OF THE YEAR	304,422	38,612
COST OF PULPWOOD SALES, EXHIBIT B	$ 1,229,800	$ 1,085,274

Schedule 2

CHANNEL AREA LOGGERS LTD.

SCHEDULE OF GENERAL AND ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
Salaries, wages and fringe benefits	$ 63,531	$ 72,959
Interest and service charges	63,718	63,037
Travel and accomodation	11,512	14,731
Mobile home	18,396	7,042
Communications	5,566	5,357
Bad debts	31,695	2,337
Truck	861	5,131
Legal, audit and accounting	17,187	17,295
Directors' travel and accomodation	2,890	4,126
Directors' fees	3,243	4,698
Office supplies and utilities	6,756	3,278
Taxes, licences and fees	2,539	1,942
Public relations and donations	-	339
Insurance	1,901	5,210
Miscellaneous	1,463	1,355
Total general and administrative expenses	$ 231,258	$ 208,837

Schedule 3

CHANNEL AREA LOGGERS LTD.

SCHEDULE OF NET COMMISSARY INCOME

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
COMMISSARY SALES	$ 52,000	$ 56,537
COST OF MATERIALS:		
Inventory at beginning of the year	11,884	19,550
Purchases	36,301	35,910
	48,185	55,460
Inventory at end of the year	8,562	11,884
Total cost of materials	39,623	43,576
EXPENSES:		
Wages	1,304	4,264
Miscellaneous	114	168
Total expenses	41,041	48,008
Net commissary income	$ 10,959	$ 8,529

CHANNEL AREA LOGGERS LTD.

SCHEDULE OF NET KITCHEN AND DORMITORY EXPENSE

FOR THE YEAR ENDED MARCH 31, 1982

(with 1981 figures for comparison)

	1982	1981
KITCHEN AND DORMITORY:		
Cost of food:		
Inventory at beginning of the year	$ 9,905	$ 7,751
Purchases	58,251	78,235
	68,156	85,986
Inventory at end of the year	9,011	9,905
Total cost of food	59,145	76,081
Wages	11,151	48,805
Utilities, maintenance and other	5,072	28,646
Insurance and depreciation	13,734	15,169
Total expense	89,102	168,701
DEDUCT FOOD AND BOARD RECOVERIES	(44,798)	(33,612)
Net kitchen and dormitory expense	$ 44,304	$ 135,089

CHANNEL AREA LOGGERS LTD.

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1982

1. Accounting Policies

The accounting policies of the company are in accordance with generally accepted accounting principles and their basis of application is consistent with that of the preceding year.

Inventories:
Pulpwood inventory is valued at the lower of cost or net realizable value based upon the agreed price of deliveries to the purchaser, less an allowance for cullage and shrinkage.

Other inventories are valued at cost.

Fixed assets:
Fixed assets are stated at cost. It is the company's policy to provide for depreciation and amortization of fixed assets on the basis shown in note 4.

Revenue recognition:
Pulpwood sales are recognized on the basis of pulpwood delivered to landing and scaled in accordance with the terms of the sales contract.

2. Accounts Receivable

The major categories of accounts receivable are:

	1982	1981
General	$ 40,663	$ 239,565
Employees	-	239
Insurance recovery	-	1,630
Governments of Canada and Manitoba - Special A.R.D.A. grants	9,450	22,625
Contract cutters	66,112	73,087
	$ 116,225	$ 337,146

3. Inventories

The major categories of inventory are:

	1982	1981
Pulpwood	$ 304,422	$ 38,612
Other:		
Commissary supplies	8,562	11,884
Chain saws	3,581	8,521
Parts and supplies	6,083	14,639
Gasoline and oil	65,857	21,504
Kitchen supplies	9,011	9,905
	93,094	66,453
	$ 397,516	$ 105,065

CHANNEL AREA LOGGERS LTD.

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1982

4. Fixed Assets

The major categories of fixed assets and related accumulated depreciation and amortization at March 31, 1982 are:

	Cost	Accumulated Depreciation and Amortization	Rates
Buildings and trailers	$ 167,015	$ 64,748	10-33 1/3%
Machinery and equipment	307,681	171,454	20-30%
Main logging road	69,331	62,068	3-5 years Straight-line
	$ 544,027	$ 298,270	

It is the company's practice to provide for depreciation of buildings, trailers, machinery and equipment under the declining balance basis at the rates shown above and to provide for the amortization of the main logging road on the straight-line basis over 3 to 5 years. The total amount so provided for the current year was $65,249 (1981 - $78,281).

5. Bank Demand Loan

The bank demand loan is guaranteed by the Province of Manitoba to a maximum of $800,000 including unpaid interest.

6. Accounts Payable

The major categories of accounts payable are:

	1982	1981
Trade	$ 136,947	$ 146,208
Wage deductions	6,511	14,002
Employees	17,315	9,564
Province of Manitoba	35,305	18,120
	$ 196,078	$ 187,894

7. Capital Stock

The issued shares are held by the Province of Manitoba except for eight shares which are held by the appointed directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

8. Wages and Payments to Sub-Contractors

The total wages and fringe benefits included in operating expenditures for the year ended March 31, 1982 amounted to $484,100 (1981 - $565,000). Payments to and on behalf of sub-contractors included in operating expenditures amounted to $538,000 (1981 - $190,000).

CHANNEL AREA LOGGERS LTD.

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1982

4. Services Provided by the Province

The Province of Manitoba provides the services of the Secretary-Treasurer and other miscellaneous administrative services at no charge to the Company.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CIVIL SERVICE SUPERANNUATION FUND

AUDITOR'S REPORT

I report that the financial statements of The Civil Service Superannuation Fund have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered ncessary in the circumstances.

In our opinion, the financial statements, being Exhibits A to D and Schedules 1 to 3, together with the notes thereto, present fairly the financial position of The Civil Service Superannuation Fund as at December 31, 1981 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

May 12, 1982,
Winnipeg, Manitoba.

Exhibit A

THE CIVIL SERVICE SUPERANNUATION FUND

Balance Sheet
as at December 31, 1981
(with 1980 figures for comparison)

ASSETS

	1981	1980
Cash in bank	$ 585,629	$ 12,683
Employees' contributions and employers' contributions and payments receivable	100,441	649,290
Investments, Schedule 1, Note 1(a)	309,547,227	264,118,823
Accrued investment income	6,138,316	5,026,819
Accrued liability from the Province of Manitoba in accordance with Sec. 24(1) of the Act	1,826,300	1,826,300
Furniture and fixtures: at nominal value, cost: 1981 - $42,640 1980 - $40,065	1	1
Computer equipment, Note 1(c) at cost less accumulated amortization: 1981 - $45,195 1980 - $27,871	58,727	63,215
Computer programs development expenses, Note 1(c) at cost less accumulated amortization: 1981 - $118,605 1980 - $ 96,188	15,909	38,326
	$318,272,550	$271,735,457

LIABILITIES

	1981	1980
Accounts payable	$ 25,998	$ 12,536
Employee contributions received in advance	59,072	-
Fixed income investment reserve, Note 1(b), Exhibit D	843,094	409,111
Superannuation indexing adjustment account, Note 2, Exhibit C	14,401,995	11,479,000
Reserve for present and future benefits, Exhibit B	302,942,391	259,834,810
	$318,272,550	$271,735,457

Exhibit B

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Reserve for Present and Future Benefits for the year ended December 31, 1981 (with 1980 figures for comparison)

	1981	1980
Additions during the year:		
Payments and contributions, Schedule 2:		
Employers' payments and contributions:		
Payments based on superannuation allowances of retired employees	$ 9,761,540	$ 8,321,002
Payments based on prior non-pensionable employment	-	9,969
Payments equal to interest paid on deceased employees' and pensioners' contributions refunded	33,507	19,511
Payments based on war service	6,458	25,882
Contributions based on employees' remuneration, Note 3	291,775	178,614
	10,093,280	8,554,978
Employees' payments and contributions:		
Contributions based on remuneration	28,867,147	25,420,936
Payments based on prior non-pensionable employment	325,252	324,092
Receipts from other pension plans re transfer of employee benefits under reciprocal agreements	241,595	165,738
Payments based on war service	550,237	1,144,839
	29,984,231	27,055,605
Total payments and contributions	40,077,511	35,610,583
Investment income:		
Fixed income, Note 1(a)(i)		
Interest	29,440,006	23,857,283
Amortization of discounts	507,682	222,178
Transfer to investment reserve, Exhibit D	(732,726)	(632,766)
Subtotal, carried forward	$ 29,214,962	$ 23,446,695

Exhibit B

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Reserve for Present and Future Benefits
for the year ended December 31, 1981
(with 1980 figures for comparison)

	1981	1980
Subtotal, brought forward	$ 29,214,962	$ 23,446,695
Equity income, Note 1(a)(ii)		
Dividends and interest	536,523	550,747
Gain due to sale of investments	60,185	-
Real estate equity income, Note 1(a)(iii)		
Dividends and interest	895,750	378,231
Total fixed, equity and real estate equity investment income	30,707,420	24,375,673
Interest due on accrued liability from the Province of Manitoba in accordance with Sec. 24(2) of the Act	73,052	73,052
Bank and other interest	98,347	54,023
Total additions	70,956,330	60,113,331
Deductions during the year:		
Superannuation and supplementary allowances	19,539,854	16,678,396
Refund of employees' contributions including interest, Note 1(d)	4,474,414	5,045,673
Refund of unused portion of deceased pensioners' contributions together with interest, Note 1(d)	40,363	34,294
Payments to other pension plans re transfer of employee benefits under reciprocal agreements	292,572	347,228
General expenses, net, Schedule 3	578,551	508,765
Net transfer to superannuation indexing adjustment account, Exhibit C	2,922,995	2,545,764
Total deductions	27,848,749	25,160,120
Net increase for the year	43,107,581	34,953,211
Balance at beginning of year	259,834,810	224,881,599
Balance at end of year, Exhibit A	$ 302,942,391	$ 259,834,810

Exhibit C

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Superannuation Indexing Adjustment Account
for the year ended December 31, 1981
(with 1980 figures for comparison)

	1981	1980
Allocation of 10.2% of employees' contributions	$ 2,942,025	$ 2,588,509
Interest allowance	1,426,833	1,014,559
	4,368,858	3,603,068
Less:		
Charge for one-half of all superannuation adjustments	1,445,863	1,057,304
Net transfer for the year from reserve for present and future benefits, Exhibit B	2,922,995	2,545,764
Balance at beginning of year	11,479,000	8,933,236
Balance at end of year, Exhibit A	$ 14,401,995	$ 11,479,000

Exhibit D

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Changes in the Fixed Income Investment Reserve
for the year ended December 31, 1981
(with 1980 figures for comparison)

	1981	1980
Additions during the year:		
Transfer in accordance with investment policy, Note 1(b) Exhibit B	$ 732,726	$ 632,766
Less: Net debit on purchase, sale or redemption of fixed income investments	298,743	298,048
Net increase for the year	433,983	334,718
Balance, beginning of year	409,111	74,393
Balance, end of year, Exhibit A	$ 843,094	$ 409,111

Schedule 1

THE CIVIL SERVICE SUPERANNUATION FUND

Summary of Investments
as at December 31, 1981

	Par Value	Book Value
Fixed income investments:		
Bonds and debentures issued by, or guaranteed by, the following:		
Canada	$ 45,925,000	$ 43,642,137
Province of British Columbia	620,000	611,966
Province of Manitoba	34,601,000	34,260,552
Province of New Brunswick	1,430,000	1,440,284
Province of Newfoundland	645,000	643,066
Province of Nova Scotia	835,000	827,067
Province of Ontario	15,425,000	15,549,016
Province of Prince Edward Island	200,000	198,096
Province of Quebec	400,000	388,545
Province of Saskatchewan	175,000	169,557
Hospitals	5,791,250	5,787,602
Municipal corporations	11,432,541	11,450,058
School districts and divisions	281,000	278,497
Corporations, Note 1(a)(iv)	84,547,374	84,548,503
	$ 202,308,165	199,794,946
Short-term investments with the Minister of Finance	$ 5,265,000	5,265,000
Mortgages:		
National Housing Act (Canada)	$ 73,699,361	68,648,671
Other	11,550,849	11,533,342
	$ 85,250,210	
Pooled fixed income funds		7,848,521
Total fixed income investments, at amortized cost, Note 1(a)(i)		293,090,480
Equity investments:		
Common stock		663,071
Pooled equity funds		4,887,679
Total equity investments, Note 1(a)(ii)		5,550,750
Real estate equity investments:		
Participating bonds, at cost, Note 1(a)(iii)		8,482,793
Qualifying shares, at cost		11,437
Units of pooled real estate, at equity accounting method, Note 1(a)(iii)		2,411,767
Total real estate equity investments		10,905,997
Total investments, Exhibit A		$ 309,547,227

Schedule 2

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of Payments and Contributions for the year ended December 31, 1981

	Employers' payments and contributions	Employees' payments and contributions	Total
Province of Manitoba Civil Service	$ 5,287,239	$ 15,642,822	$ 20,930,061
Manitoba Telephone System	2,226,763	5,181,106	7,407,869
Manitoba Hydro-Electric Board	1,484,562	4,821,667	6,306,229
Liquor Control Commission	532,754	455,038	987,792
Manitoba Health Services Commission	163,482	683,608	847,090
Manitoba Public Insurance Corporation	12,000	908,430	920,430
Manitoba Agricultural Credit Corporation	21,833	72,235	94,068
Manitoba Crop Insurance Corporation	25,287	85,751	111,038
Manitoba Development Corporation	3,381	5,129	8,510
Communities Economic Development Fund	-	19,479	19,479
Teachers' Retirement Allowances Fund Board	2,271	12,247	14,518
Civil Service Superannuation Board	-	22,992	22,992
Workers Compensation Board	18,565	4,494	23,059
Manitoba Hog Producers' Marketing Board	33,242*	33,242	66,484
Local Government Districts	2,152*	2,152	4,304
Manitoba Government Employees' Association	42,996*	42,996	85,992
Manitoba Housing and Renewal Corporation	5,975	147,250	153,225
Universities Grants Commission	2,548	9,322	11,870
Manitoba Centennial Centre Corporation	4,964	59,071	64,035
Manitoba Milk Producers' Marketing Board	19,877*	19,877	39,754
Housing Authorities	99,943*	99,943	199,886
Manitoba Water Services Board	13,073*	13,073	26,146
Manitoba Turkey Producers' Marketing Board	5,364*	5,364	10,728
Alcoholism Foundation of Manitoba	3,421	158,718	162,139
Manitoba Horse Racing Commission	2	4,368	4,370
Manitoba Data Services	-	214,250	214,250
International Brotherhood of Electrical Workers	926*	926	1,852
Manitoba Research Council, Note 3	74,023*	29,023	103,046
Employees on Workers Compensation	-	2,454	2,454
Employees on loan	-	15,915	15,915
Repayment of contributions previously refunded	179	94,205	94,384
Payments based on prior non-pensionable employment	-	325,252	325,252
Payments based on war service	6,458	550,237	556,695
Receipts from other pension plans re transfer of employee benefits under reciprocal agreements	-	241,595	241,595
Total payments and contributions, Exhibit B	$ 10,093,280	$ 29,984,231	$ 40,077,511

* Employers' contributions based on employees' remuneration.

Schedule 3

THE CIVIL SERVICE SUPERANNUATION FUND

Statement of General Expenses, net for the year ended December 31, 1981 (with 1980 figures for comparison)

	1981	1980
Salaries and fringe benefits:		
Salaries - permanent staff	$ 407,463	$ 372,195
Salaries - part-time staff	1,525	3,105
Fringe benefits	17,421	11,608
Pensions paid - employer cost	16,440	15,666
	442,849	402,574
Professional fees:		
Actuary - pension	60,753	33,720
Actuary - group insurance	13,355	12,259
Audit	24,650	22,270
	98,758	68,249
Computer related costs:		
Amortization of equipment	17,324	15,180
Amortization of program development expense	22,417	22,420
Maintenance and program licencing	10,702	8,399
M.D.S. computer services	-	193
Miscellaneous	505	1,145
	50,948	47,337
Printing and stationery:		
Microfilming	2,594	1,657
Photocopy service	3,773	3,930
Printing	12,638	10,355
Stationery and supplies	13,096	10,089
	32,101	26,031
Other:		
Bank and investments	16,508	7,389
Furniture and fixtures	2,575	3,467
Machine rentals and servicing	3,136	3,127
Medical examinations	2,451	814
Miscellaneous	9,396	7,271
Seminars and travelling	8,560	6,877
Telephone, postage and delivery	10,327	9,540
	52,953	38,485
	677,609	582,676
Less: Operating recoveries		
Public Service Group Insurance Fund administration	(65,256)	(55,914)
Municipal Employees Benefits Board administration	(33,802)	(17,997)
Total general expenses, net, Exhibit B	$ 578,551	$ 508,765

THE CIVIL SERVICE SUPERANNUATION FUND

Notes to the Financial Statements for the year ended December 31, 1981

1. **Significant Accounting Policies:**

The significant accounting policies are summarised below.

(a) The investment income measurement policies consist of:

(i) Fixed income investments:

Premiums on bonds and debentures in excess of one percent of par value are amortized on a straight line basis over the remaining term and are charged to the investment reserve. All other premiums on fixed income investments are charged to the investment reserve in the year of acquisition.

Discounts on bonds and debentures within or equal to one percent of par value are credited to fixed income in the year of acquisition. All other discounts on fixed income investments are amortized on a straight line basis over the remaining or renewable term and are credited to fixed income.

Fixed investment income is reduced annually by ½ of 1% of the book value of fixed income investments to a maximum of the reserve not exceeding 3% of the book value of the fixed income investments and the amount of the reduction is credited to the Fixed income investment reserve.

Differences between amounts realized from the maturity, redemption or sale of fixed income investments and their book value are reflected in the Fixed income investment reserve.

(ii) Equity investments:

Equity investments are recorded at an adjusted value equal to cost plus a minor upward adjustment, representing the balance that remained in a previous reserve for equity investments after the equity investments were adjusted as a result of a revision to the Fund's equity investment policy effective January 1, 1977. Gains or losses resulting from sales of equity investments at prices different than adjusted value are reflected in equity income.

(iii) Real estate equity investments:

Income from real estate equity investments, evidenced by participating bonds, represents the Fund's proportionate share of the net cash flow generated by the underlying properties with no allowance having been made for depreciation. In the event the income from a property is insufficient to pay the costs of its operations, the Fund is liable to make additional payments, without limitation in amount, equal to its share of such a deficiency.

THE CIVIL SERVICE SUPERANNUATION FUND

Notes to the Financial Statements
for the year ended December 31, 1981

1. (a) (iii) (continued)

Pooled real estate investments are recorded at cost plus the proportionate share of earnings reported by the property manager.

(iv) Foreign currency translation:

Investment transactions in foreign currency are translated to Canadian dollars and are recorded at the rate of exchange prevailing at the respective transaction date. Realized exchange gains or losses on fixed income investments are reflected in the fixed income investment reserve; and on equity and real estate investments, in the reserve for present and future benefits. Exchange on investment earnings is reflected in the reserve for present and future benefits.

(b) Fixed income investment reserve:

The fixed income investment reserve, shown in the Balance Sheet, does not reflect a valuation of the fixed income investments, but is maintained to stabilize and even out the investment income.

(c) Computer:

Computer equipment and program development expenses are capitalized and are amortized on a straight-line basis over six years.

(d) Refunds:

The Fund's policy is to reflect refunds of employee's contributions on the cash method of accounting.

2. Superannuation indexing adjustment account:

In accordance with amendments to the Act, effective July 1, 1977 a program of controlled indexing was implemented whereby 10.2% of employees' annual contributions are allocated to a superannuation adjustment account.

2. (continued)

Effective July 1 of each year, cost-of-living superannuation adjustment payments are based on the lesser of the increase in the Consumer Price Index in the previous calendar year or the amount of the increase, as determined by an actuarial review, which could be paid without resulting in an unfunded liability in the adjustment account.

3. Employers' payments and contributions:

Contributions based on employees' remuneration include $45,000 received from the Manitoba Research Council. This payment is based on an actuarial adjustment required to place the Council on an employer matching contribution basis.

4. Actuarial reports:

(i) The financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, an actuarial valuation and report is required every three years. The most recent actuarial report on The Civil Service Superannuation Fund, as at December 31, 1980 disclosed a surplus of $7,027,817. The actuary stated that $3,731,900 of the surplus is attributable to the excess interest earnings on the assets supporting the liabilities for participants who were on pension during the period.

(ii) The Board has a legislative requirement to pay as an annual administrative expense, on a matching basis, one-half of the pension benefits paid by the Fund on behalf of its retired employees. On the basis of an actuarial report, the unfunded provision for the Board's employees amounted to $248,516 as at December 31, 1981.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

COMMUNITIES ECONOMIC DEVELOPMENT FUND

AUDITOR'S REPORT

I report that the financial statements of the Communities Economic Development Fund have been examined under my direction for the fiscal year ended March 31, 1982. The examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedule 1, together with the notes thereto, present fairly the financial position of the Communities Economic Development Fund as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in Note 2 to the financial statements applied, except for the change as explained in Note 7 to the financial statements, on a basis consistent with that of the preceding year.

W.K. Ziprick
W.K. Ziprick, C.A.,
Provincial Auditor.

August 11, 1982,
Winnipeg, Manitoba.

Exhibit A

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Cash	$ 93,848	$ 42,803
Short-term bank deposit receipts	-	175,000
Funds on deposit with the Minister of Finance, non-interest bearing	450,000	45,426
Accounts receivable:		
Province of Manitoba (Note 5)	6,574	66,844
Manitoba Development Corporation (Note 1)	171,401	28,201
Other	5,709	9,983
	183,684	105,028
Loans receivable, less allowance for doubtful accounts (1982 - $ 784,600; 1981 - $ 402,700)(Notes 4 and 8)	2,734,296	2,113,402
Property held for resale, less allowance for loss (1982 - 0; 1981 - $ 11,051)	-	70,000
Office furniture and equipment, at cost, less accumulated depreciation (1982 - $ 7,178; 1981 - $ 6,230)	2,298	2,890
	$ 3,464,126	$ 2,554,549

LIABILITIES

	1982	1981
Accounts payable	$ 43,628	$ 39,326
Funds held in trust (Note 8)	55,275	50,000
Revolving Fund established by the Province of Manitoba for direct loans (Note 3(a))	3,265,223	2,365,223
Grant received from the Province of Manitoba for loan guarantees (Note 3(b))	100,000	100,000
	$ 3,464,126	$ 2,554,549

Exhibit B

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Statement of Income and Expense
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Income:		
Interest, loans	$ 364,332	$ 222,332
Interest, other	26,583	15,729
Miscellaneous	21,170	12,227
Grants from Province of Manitoba	-	19,323
	412,085	269,611
Expense:		
General administrative, Schedule 1 (Note 7)	793,081	497,933
Provision for doubtful accounts on loans receivable (Note 4)	584,211	138,802
Provision for loss on property held for resale	-	11,051
	1,377,292	647,786
Less: Administrative expenses recovered from:		
Province of Manitoba (Note 6)	146,400	148,800
Manitoba Development Corporation (Note 7(a))	-	57,900
	146,400	206,700
Net Expense	1,230,892	441,086
Excess of expense over income	818,807	171,475
Less: Subsidy received or receivable from (Note 1):		
Province of Manitoba	-	143,274
Manitoba Development Corporation	818,807	28,201
	818,807	171,475
	$ -	$ -

Schedule 1

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Schedule of General Administrative Expenses (Note 7)
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Consultants - fees and expenses	$ 109,766	$ 64,966
Depreciation	948	907
Directors' fees and expenses	35,085	21,750
Grant to Churchill Research Centre Inc.	125,000	-
Legal and audit	17,954	14,857
Loss on disposition of "Property held for Resale"	4,665	-
Office supplies and expenses	49,374	25,392
Salaries and employee benefits	371,444	315,430
Sundry	8,436	5,261
Travel	70,409	49,370
General administrative expenses, Exhibit B	$ 793,081	$ 497,933

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Notes to the Financial Statements for the year ended March 31, 1982

1. Nature of the Fund

The Communities Economic Development Fund was established as a Crown Corporation to encourage the optimum economic development of remote and isolated communities within the Province. To carry out this objective it is not practical to pass on all of the Fund's costs to the users of its services. As a result the Fund depends to a certain extent on subsidized assistance.

For the year ended March 31, 1981 the required subsidy was in part received from the Province of Manitoba through an appropriation provided for this purpose with the balance of the subsidy received from the Manitoba Development Corporation. For the year ended March 31, 1982 and in future years the Manitoba Development Corporation will provide the subsidy assistance required by the Fund to cover its expenses.

2. Significant Accounting Policies

(a) General

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles, except for the accounting for pension costs as set out in (d) below.

(b) Allowance for doubtful accounts

The allowance for doubtful accounts regarding possible losses on outstanding loans is determined on an individual account basis.

(c) General administrative expenses (Schedule 1)

Certain of these expenses are subject to sharing with the Manitoba Development Corporation and other expenses have been provided at no charge to the Fund in accordance with the terms disclosed in Note 7(a).

(d) Pensions

The officers and employees of the Fund are not members of the Civil Service of the Government of Manitoba, but they contribute to and are pensionable under the Civil Service Superannuation Fund.

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Fund contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in

2. (d) Pensions (continued)

the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Fund's employees amounted to $101,474 as at December 31, 1981.

3. Funds Authorized by the Province of Manitoba

(a) Funds for direct loans:

The Revolving Fund shown on the Balance Sheet was established on April 1, 1976 through an order of the Lieutenant Governor in Council which provided for the conversion of Province of Manitoba advances to conditional grants for direct loans. If at anytime the Revolving Fund should exceed the amount which the Government has provided by way of conditional grants, the excess amount shall be paid over to the Government, and if operations should cease the residue of the Revolving Fund shall be paid to the Government.

The change in the Revolving Fund during the year is as follows:

Balance, beginning of year	$ 2,365,223
Conditional grants received during the year	900,000
Balance, end of year	$ 3,265,223

The balance of available capital authority for direct loans amounted to $300,000 as at March 31, 1982.

(b) Funds for loan guarantees:

Capital funds in the amount of $1,500,000 had been authorized by the Legislature to be advanced to the Fund for loan guarantees. As at April 1, 1976 the Government of the Province of Manitoba had advanced the Fund $100,000 of the authorized amount. Effective April 1, 1976, by an order of the Lieutenant Governor in Council, this advance was converted to a grant.

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Notes to the Financial Statements for the year ended March 31, 1982

4. Allowance for Doubtful Accounts

The change in the allowance during the year is as follows:

Balance, beginning of year	$ 402,700
Provision during the year	584,211
	986,911
Less: Accounts written off	202,311
Balance, end of year	$ 784,600

5. Accounts Receivable - Province of Manitoba

	1982	1981
Subsidy receivable	$ -	$ 41,859
Administrative expenses recoverable (Note 6)	1,574	24,985
Consultant study - Province of Manitoba share	5,000	-
	$ 6,574	$ 66,844

6. Administrative Recoveries

Administrative expenses, in respect of a client staff and C.E.D.F. staff training program providing small business and community enterprises with management training and assistance, amounting to $146,400 (1981 - $148,800) were recovered from an appropriation of the Province of Manitoba provided for this purpose. The 1981 amount of $148,800 was shareable by Canada under the Canada-Manitoba Northlands Agreement.

7. Administration of the Fund

(a) Since April 1, 1980 the Communities Economic Development Fund has been jointly administered with the Manitoba Development Corporation.

For the year ended March 31, 1982, C.E.D.F. paid for all common administrative expenses, except for rent and utility costs which were paid for by M.D.C. (1982 - $77,709; 1981 - $79,175).

For the year ended March 31, 1981, in addition to rent and utilities, M.D.C. also paid for:

Directors' expenses	$13,503
Telephone and telegraph	$20,609
Prorated portion of C.E.D.F. salaries	$57,900

These common costs are now paid by the Fund.

7. Administration of the Fund (continued)

(b) To the extent of the aforementioned changes, the Fund's expenses are not comparable with those of the previous year.

8. Funds Held in Trust

During the year ended March 31, 1980, the Board approved $50,000 in interest free loans to provide for management assistance and working capital for entrepreneurial and community development in northern and remote communities. The interest free loans are subject to forgiveness depending on the economic viability of the borrowers' operations at a future date. If, in the future, repayment becomes impossible, the loans will then be converted to grants. Because of this possible future conversion, these funds received from the Province have not been taken into income but placed in trust and are included in funds shown as held in trust on the Balance Sheet. Should the $50,000 of interest free loans become uncollectible, a conversion of the $50,000 in trust will be applied on account of these loans. If the interest free loans are collected the amount in trust will be taken into income.

9. Loan Commitments and Contingent Liabilities

	1982	1981
Loan commitments - undisbursed balance of approved loans	$ 809,637	$ 341,954
Contingent liability - bank loan guarantees	40,000	-
	$ 849,637	$ 341,954

10. Restatement of Accounts

Comparative figures for the year ended March 31, 1981 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 1982.

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Report of Assistance Granted or to be Granted for the year ended March 31, 1982

	INTEREST RATE	TERM	AMOUNT
Able Carpet Care Enterprises Ltd.	16½%	3 years	$ 21,100
Ashdown's Wilderness Camp Inc.	14½%	10 years	62,100
Beef'N Reef Restaurant Ltd.	17%	10 years	343,500
Kenneth Bird and/or Hazel Bird	14½%	5 years	33,000
Edgar Botelho	14½%	5 years	30,000
Budai Logging Contractors Co. Ltd.	15 3/4%	5 months	57,000
Caddy Shack Ltd.- bank guarantee - fee	2% per annum	1 year	32,000
Centre Street Film Productions (Manitoba) Ltd.	15%	1 year	100,000
Churchill Research Centre - grant			125,000
Joseph A. Cooke	14½%	2 years	8,100
Bernard Crait and/or Ivan Hall	16½%	10 months	4,200
George A. Davidson	16½%	3 years	34,000
Decor World Inc.	17%	4 years	225,000
Dennis Doan	16½%	5 years	61,750
Emil Dufault	14½%	4 years	26,850
Daniel Dzuba and/or Rania Baker	17½%	4 years	44,000
Calvin Elder	14½%	2 years	8,000
Lawrence W.J. Garneau and/or Irene M. Garneau	16½%	5 years	39,500
Geosearch Consultants (Manitoba) Ltd.	14 3/4%	8 months	70,000
Island Lake Ramp & Dray Service Ltd.	16½%	1 year	8,500
Lakeside Groceteria Ltd.	14½%	8 years	66,700
Lake Fresh Fish Products Inc.	16½%	9 months	10,000
L & H Hi-Way Service Ltd.	14½%	10 years	65,000
George A. McIvor	14½%	5 years	18,250
George A. McIvor	15 3/4%	3 years	15,500
Richard McIvor	14½%	2 years	21,420
Richard McIvor	16½%	6 months	5,320
Leonard H. McKenzie	16½%	30 months	30,700
Alan McLeod	17½%	3 years	72,500
John L. McLeod	14½%	2 years	6,000
M.F.T. Enterprises Ltd.	16½%	5 years	40,000
John Morrisseau - bank guarantee - fee	2% per annum	1 year	8,000
Joseph J. Nabess and/or Mrs. Marguerite Nabess	16½%	10 years	42,000
Gilbert North	17½%	6 months	35,000
Gilbert North	17%	3 years	51,000
Northern Outboard & Snowmobile Centre Ltd.	16½%	5 years	22,000
Northern Towing Ltd.	14½%	3 years	51,000
Paint Lake Marina (1980) Ltd.	16½%	10 years	111,650
Ralph Pelletier and/or Lillian Pelletier	16½%	1 year	2,500
Pi-Mi-Chi-Ka-Mac Development Corporation	17½%	6 months	105,000
Pi-Mi-Chi-Ka-Mac Development Corporation	17½%	1 year	50,000
Pi-Mi-Chi-Ka-Mac Development Corporation	14 3/4%	1 year	75,000
Aurel A. Renout	14½%	6 years	38,900
Hubert Sinclair and/or Francis Lavallee	14½%	3 months	4,100
Dennis J. Thompson	15 3/4%	3 years	19,000
Wabman Towing Services Ltd.	14½%	3 years	500,000
			$ 2,800,140

COMMUNITIES ECONOMIC DEVELOPMENT FUND

Report of Assistance Granted or to be Granted for the year ended March 31, 1982

Auditor's Report

The foregoing report has been prepared by officials of the Communities Economic Development Fund and checked by my representatives with the records of the Fund which have been audited by us. In our opinion this report reflects the assistance granted or committed to be granted by the Fund for the year ended March 31, 1982.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

August 11, 1982,
Winnipeg, Manitoba.

Meyers
Norris
Penny & Co

Chartered Accountants

AUDITORS' REPORT

We have examined the balance sheet of the Cooks Creek Conservation District No. 5 as at 31st December, 1981 and the statement of revenue and expenditure for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the District as at 31st December, 1981 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.
Chartered Accountants

Winnipeg, Manitoba
5th May, 1982

201 - 960 PORTAGE AVENUE, WINNIPEG, MANITOBA R3G 0R4 TELEPHONE (204) 774-5475
Offices in Brandon, Killarney, Neepawa, Souris, Virden, Winnipeg – Manitoba

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D.W.A. Norris C.A.
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R.D. Baker, C.A.
J.M. McLaren, C.A.
J.R. Morrow, C.A.
P.E.W. Sawyer, C.A.
N.F. Cochrane, C.A.
D.H. Dennison, C.A.
D.L. Cannons, C.A.
G.A. Horne, C.A.
J.E. Finlayson, C.A.
D.M. McConnell, C.A.
T.D. Kirkup, C.A.
F.A. Thorsteinson, C.A.
P.S. Eckersley, C.A.
J.D. Stewart, C.A.

Cooks Creek Conservation District No. 5

Balance Sheet as at 31st December, 1981

	1981 $	1980 $
Assets		
Current Assets		
Cash in bank	62,806	50,934
Accounts receivable - Note 1	9,696	4,394
	72,502	55,328
Fixed Assets - Note 2		
Equipment	478	-
Accumulated depreciation	100	-
	378	-
	72,880	55,328
Liabilities		
Conservation District Authority	41,569	23,553
Surplus		
Board and Sub District Account	29,180	29,775
Equipment Account	131	-
Emergency Reserve Account	2,000	2,000
	31,311	31,775
	72,880	55,328

Meyers Norris Penny & Co
Chartered Accountants

Cooks Creek Conservation District No. 5

Statement of Board Account Revenue and Expenditure

For the Year Ended 31st December, 1981

	1981 $	1980 $
Revenue		
Province of Manitoba	152,827	58,379
Rural Municipality of Brokenhead	112	112
Rural Municipality of St. Anne	696	696
Rural Municipality of St. Clements	4,394	4,394
Rural Municipality of Springfield	46,946	46,946
Rural Municipality of Tache	4,360	4,360
Interest income	5,558	226
	214,893	115,113
Expenditure		
Administration		
Association dues	250	-
Board remuneration	5,150	3,298
Head office administration	355	-
Insurance	160	120
Office supplies	570	213
Professional fees	525	-
Salaries	1,219	-
Sundry	148	199
	8,377	3,830
Sub District Programs		
Lower Seine River	65,581	24,337
Cooks Creek	135,350	50,125
Bunn's Creek	6,180	5,046
	207,111	79,508
Transfer to Emergency Reserve	-	2,000
	215,488	85,338
Excess of Revenue Over Expenditure	(595)	29,775
Account Balance - Beginning of Year	29,775	-
Account Balance - End of Year	29,180	29,775

Meyers Norris Penny & Co
Chartered Accountants

Cooks Creek Conservation District No. 5

Statement of Equipment Account

For the Year Ended 31st December, 1981

		$
Revenue		582
Expenditure		
Gasoline and oil	194	
Parts and repairs	91	
Tools	66	
Depreciation	100	451
Excess of Revenue Over Expenditure		131

Meyers Norris Penny & Co.
Chartered Accountants

Cooks Creek Conservation District No. 5

Statement of Sub-District Programs

For the Year Ended 31st December, 1981

	Lower Seine River #9 $	Cooks Creek #12 $	Bunn's Creek #11 $	Total $
Miscellaneous repairs	2,485	11,030	1,002	14,517
Weed and brush control	9,685	20,036	5,178	34,899
Channel maintenance	33,769	102,894	-	136,663
Culverts and structures	19,642	1,390	-	21,032
	65,581	135,350	6,180	207,111

Cooks Creek Conservation District No. 5

Statement of District and Provincial Contribution

For the Year Ended 31st December, 1981

	Share Percentage		Total Expenditure $	District Share $	Provincial Share $
	District	Provincial			
Administration					
General	25	75	2,474	619	1,855
Other	100		398	398	
Head Office		100	355		355
Remuneration					
General	25	75	4,988	1,247	3,741
Other	100		162	162	
Sub-District Program					
Special		100	6,327		6,327
Other	30	70	200,784	60,235	140,549
			215,488	62,661	152,827

Meyers Norris Penny & Co
Chartered Accountants

Cooks Creek Conservation District No. 5

Notes to the Financial Statements

For the Year Ended 31st December, 1981

Note 1

Accounts receivable include the following:

	$
Rural Municipality of St. Clements	8,788
Canadian Department of Agriculture	199
Accrued interest - bank term deposit investment	709
	9,696

Note 2

Depreciation was recorded on a straight line basis at the rate of 25% per annum from the date of purchase.

Meyers Norris Penny & Co.
Chartered Accountants

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

AUDITOR'S REPORT

I report that the records of The Co-operative Loans and Loans Guarantee Board have been examined under my direction for the year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The particulars of the loan and loan guarantee transactions of the Board for the year ended March 31, 1982 are shown in the attached schedule. All administration expenses of the Board were paid by the Province of Manitoba from its appropriations.

In our opinion, the Schedule of Loan and Loans Guarantee Transactions presents fairly the transactions of the Board for the year ended March 31, 1982.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

October 6, 1982,
Winnipeg, Manitoba.

THE CO-OPERATIVE LOANS AND LOANS GUARANTEE BOARD

Schedule of Loan and Loans Guarantee Transactions for the year ended March 31, 1982

	Guarantees Outstanding at March 31, 1981	Cancellations	Guarantees Outstanding at March 31, 1982
Loans Guarantees:			
Boni Co-op Limited	$ 47,128	$ 28,281	$ 18,847
Grand Rapids Consumers Co-op Ltd.	27,346	9,252	18,094
Independent Co-operative Enterprises Inc.	20,000	17,000	3,000
Manitoba Co-operative Honey Producers Limited	238,942	238,942	-
Northern Co-operative Services Ltd.	40,000	-	40,000
Elm Creek and Community Co-operative Recreation Association Inc.	100,000	20,000	80,000
	$ 473,416	$ 313,475	$ 159,941
Loan:			
Seymourville Consumers Co-op Ltd. (Note 1)	$ 4,968	$ 799	$ 4,169

Notes:

1. The principal repayment of $799 on the loan outstanding and the interest earned on the loan for the year ended March 31, 1982 of $484 have been paid to the Province.

2. The Board previously obtained title to fixed assets owned by the South Indian Lake Co-op. Fisheries Ltd. During the year ended March 31, 1982 the Board obtained proceeds of $30,812 from the rental of the fish processing plant. The proceeds have been paid to the Province.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE CO-OPERATIVE PROMOTION BOARD

AUDITOR'S REPORT

I report that the financial statements of The Co-operative Promotion Board have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedule 1, together with the notes thereto, present fairly the financial position of the Co-operative Promotion Board as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

December 8, 1982,
Winnipeg, Manitoba.

Exhibit A

THE CO-OPERATIVE PROMOTION BOARD

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Current assets:		
Cash on hand and in bank	$ 87,293	$ 80,957
Accrued interest receivable	4,789	5,717
Term deposits - Province of Manitoba	126,000	126,000
Total current assets	218,082	212,674
Investment in bonds, at amortized cost, Schedule 1	89,467	88,405
	$ 307,549	$ 301,079

CONTRIBUTED CAPITAL AND RETAINED EARNINGS

Contributed capital:		
Provided under "The Wheat Board Money Trust Act" Cap. 291, R.S.M. 1954 (Note 2)	$ 128,800	$ 128,800
Retained earnings, Exhibit B	178,749	172,279
	$ 307,549	$ 301,079

Exhibit B

THE CO-OPERATIVE PROMOTION BOARD

Statement of Income and Retained Earnings for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Income:		
Interest	$ 42,838	$ 32,648
Amortization of bond discounts	1,063	963
Total income	$ 43,901	$ 33,611
Grants:		
Red River Co-Operative Ltd.	$ 16,000	$ -
Co-Op College of Canada - Manitoba Region	13,000	1,000
- Senior Co-Op Course	1,000	-
Mancorn Sales Co-Op Ltd.	5,000	-
Institute of Urban Studies	-	5,750
Northern Co-Operative Services Ltd.	-	5,000
St. Adolphe Co-Op Park	-	1,000
Total grants	$ 35,000	$ 12,750
General and Administrative Expenses:		
Audit fee	$ 880	$ 755
Board Members' Remuneration	680	480
Board Members' Travel	614	409
Gold Medal Prize	126	118
Office expenses	131	340
Total general and administrative expenses	$ 2,431	$ 2,102
Net Income	$ 6,470	$ 18,759
Retained earnings, beginning of year	$ 172,279	$ 153,520
Retained earnings, end of year, Exhibit A	$ 178,749	$ 172,279

Schedule 1

THE CO-OPERATIVE PROMOTION BOARD

Schedule of Investments
as at March 31, 1982

	Par Value	Cost	Accumulated Discount Amortization	Amortized Cost
Manitoba Hydro-Electric Board, 6% bonds due on August 30, 1982	$ 26,000	$ 19,793	$ 5,882	$ 25,675
Manitoba Hydro-Electric Board, 7½% bonds due on August 1, 1993	67,000	61,305	2,487	63,792
	$ 93,000	$ 81,098	$ 8,369	$ 89,467

THE CO-OPERATIVE PROMOTION BOARD

Notes to the Financial Statements as at March 31, 1982

1. Accounting Policy

Accrued interest receivable is recorded at the end of each fiscal year. Grants and expenses are recorded in the year in which the expenditure is made, with no provision being made for accrued liabilities. Discounts on investment in bonds are amortized on a straight line basis over the life of the bond.

2. Contributed Surplus

The Co-operative Promotion Board operates under the terms of the Wheat Board Money Trust Act. The Board acts as a trustee for those surplus funds of the original Canadian Wheat Board which were apportioned to Manitoba by the Government of Canada. The total amount apportioned to Manitoba was $128,000 and is held in trust by the Board. The income earned on these funds may be used by the Board for grant and administrative purposes which are consistent with the objectives specified in the Act.

3. Objectives of Board

The objectives of the Board as enumerated in the Act are:

a) To assist in the development and encouragement of co-operation amongst consumers, producers of natural products, and persons concerned in marketing natural products and in the organization and development of co-operative organisations.

b) To investigate laws relating to co-operative organizations in Manitoba, in other provinces of Canada and in other countries, and to study agencies for and methods of co-operative marketing, production and purchasing, and to report thereon with recommendations of approved matters to the Lieutenant-Governor-in-Council.

c) To promote the general welfare of producers of natural products in the Province and of co-operative organizations in the Province.

MANITOBA
OFFICE OF THE PROVINCIAL AUDITOR
Legislative Building
Winnipeg, Manitoba
R3C 0V8

November 26, 1982

Ms. Sonny Arrojado, Chairperson
The Criminal Injuries Compensation Board
333 Maryland Street
Winnipeg, Manitoba
R3G 1M2

Dear Ms. Arrojado:

Re: The Criminal Injuries Compensation Board

The audit of the accounts of the above-mentioned Board has been completed for the year ended March 31, 1982.

The financial transactions of the Board are processed by the Workers Compensation Board with funds advanced to it by the Province of Manitoba on an imprest fund basis. A statement of receipts and disbursements has been prepared for the fiscal year ended March 31, 1982, with 1981 figures for comparison, showing the transactions recorded through this account. A copy of the statement is attached for your information. The administrative charges by the Workers Compensation Board are recovered by a direct billing to the Province and are not reflected in this account.

Yours very truly,

W. K. Ziprick, C.A.,
Provincial Auditor.

THE CRIMINAL INJURIES COMPENSATION BOARD

Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Department of Attorney-General Appropriation:		
Additional payment for working capital	$ 20,000.00	$ -
Recovery of disbursements	572,178.55	474,030.22
Civil Action Restitutions	-	78,778.28
Sundry	3,369.15	2,459.99
	595,547.70	555,268.49
Disbursements:		
Compensation, Medical and Rehabilitation	306,514.56	189,471.32
Pensions	299,485.81	259,038.06
Bank charges	501.27	388.61
Restitution refunded to Minister of Finance	-	78,778.28
	606,501.64	527,676.27
Receipts (under) over disbursements	(10,953.94)	27,592.22
Bank balance, (overdraft), beginning of year	6,582.60	(21,009.62)
Bank balance, (overdraft), end of year	$(4,371.34)	$ 6,582.60

Reconciliation of Working Capital Account:

Payments received from Department of Attorney-General appropriation for working capital	$ 60,000.00	$ 40,000.00
Less: Disbursements recoverable from Department of Attorney-General at end of year	64,371.34	33,417.40
Disbursements recovered (under) over	$ (4,371.34)	$ 6,582.60

NOTE: In accordance with the Criminal Injuries Compensation Act, the Criminal Injuries Compensation Board awards pensions to victims of criminal acts. The pensions are paid from funds provided by the Province of Manitoba from the Consolidated Fund. The unfunded present value of the pensions awarded as at March 31, 1982 was determined by the Board to amount to $3,565,000.

Peat, Marwick, Mitchell & Co.

Chartered Accountants

500-363 Broadway,
Winnipeg, Manitoba R3C 3N9
(204) 949-1594

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the balance sheet of Leaf Rapids Town Properties Ltd. as at March 31, 1982 and the statements of income and retained earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the corporation as at March 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Peat, Marwick, Mitchell & Co.

Winnipeg, Canada
June 9, 1982

Chartered Accountants

LEAF RAPIDS TOWN PROPERTIES LTD.

Balance Sheet

March 31, 1982
with comparative figures for 1981

Assets		1982	1981
Cash and short-term deposits	$	568,280	372,456
Accounts receivable (note 2)		216,347	259,005
Prepaid expense and supplies		11,707	10,226
Developed lots held for resale		214,823	209,207
Land, buildings and equiment, at cost less accumulated depreciation and cost recoveries (note 3)		6,628,406	6,860,779
Lease costs, net of amortization		9,320	11,284
	$	7,648,883	7,722,957

Liabilities and Shareholder's Equity

		1982	1981
Liabilities:			
Accounts payable and accrued expense	$	84,137	75,605
Long-term debt (note 4)		4,587,175	4,729,154
Total liabilities		4,671,312	4,804,759
Shareholder's equity:			
Capital stock (note 5)		2,621,100	2,621,100
Retained earnings		356,471	297,098
Total shareholder's equity		2,977,571	2,918,198
Contingency (note 9)			
	$	7,648,883	7,722,957

See accompanying notes to financial statements.

LEAF RAPIDS TOWN PROPERTIES LTD.

Statement of Income and Retained Earnings

Year ended March 31, 1982
with comparative figures for 1981

	1982	1981
Operations (Schedule):		
Revenue	$ 1,218,610	1,155,271
Operating expense	957,756	878,823
Depreciation and amortization	224,627	218,505
	1,182,383	1,097,328
Income from operations before the following items	36,227	57,943
Other income (expense):		
Income from land sales - net (note 6)	67,054	-
Interest expense - net (note 7)	(34,093)	(32,642)
Corporation capital tax	(9,815)	(10,035)
Gain on disposal of equipment	-	436
	23,146	(42,241)
Net income for the year	59,373	15,702
Retained earnings, beginning of year	297,098	281,396
Retained earnings, end of year	$ 356,471	297,098

See accompanying notes to financial statements.

LEAF RAPIDS TOWN PROPERTIES LTD.

Statement of Changes in Financial Position

Year ended March 31, 1982
with comparative figures for 1981

	1982	1981
Cash was provided by:		
Operations:		
Net income for the year	$ 59,373	15,702
Items not requiring or producing cash:		
Depreciation and amortization	224,627	218,505
Gain on disposal of equipment	-	(436)
Income from land sales, net	(67,054)	-
Cash flow from operations	216,946	233,771
Decrease (increase) in accounts receivable	42,658	(27,852)
Increase in accounts payable and accrued expense	8,532	2,798
Proceeds on disposal of equipment	-	436
Proceeds on disposal of land	88,354	-
Total cash provided	356,490	209,153
Cash was used for:		
Increase (decrease) in prepaid expense and supplies	1,481	(1,235)
Increase in cost of developed lots held for resale	5,616	3,802
Additions to land, buildings and equipment	11,590	8,399
Reduction of long-term debt	141,979	116,983
Total cash used	160,666	127,949
Increase in cash	195,824	81,204
Cash on hand, beginning of year	372,456	291,252
Cash on hand, end of year	$ 568,280	372,456

See accompanying notes to financial statements.

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements

March 31, 1982

1. Summary of Significant Accounting Policies:

(a) Depreciation:

Depreciation on buildings and equipment is recorded at appropriate rates over the estimated useful lives of the related assets as follows:

Town Centre Building:	
Retail, Whitewater Inn and common areas	2 1/2% straight-line
Commercial Building	5% straight-line
Staff housing	2 1/2% straight-line

Equipment:
Whitewater Inn - various rates from 10% to 20% straight-line
Other - various rates

Depreciation on the non-commercial component of the Town Centre Building, being the facilities leased to the Leaf Rapids School District, Leaf Rapids Health and Social Development Centre and the Town of Leaf Rapids, is recorded at amounts equivalent to the principal reduction of the Series B debentures. Basic rental payments made to the Corporation by these entities are equal to the required payments on the debentures. By March 31, 1995 sufficient funds will have been recovered to equal the total capital costs of these facilities.

(b) Developed lots held for resale:

Developed lots held for resale are valued at cost, including property taxes, survey and legal costs which are capitalized as incurred.

1. Summary of Significant Accounting Policies, continued:

   (c) Lease costs:

   Lease costs are amortized over the terms of the leases to which they relate.

   (d) Interest expense on income debentures, calculated in accordance with the methodology outlined in note 4 to the financial statements, is recorded in the year it is paid.

2. Accounts receivable:

   The acounts receivable includes an amount of $160,962 (net), being administrative cost recoveries assessed to non-commercial tenants over the past seven years. The Corporation has reduced the amount originally assessed by $67,304 to an amount which it believes will be acceptable to the tenants. Discussions between the Corporation and the tenants are continuing in order to establish a collection program for these re-assessed amounts.

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements, continued

March 31, 1982

3. Land, buildings and equipment:

	Cost				
	Land and Buildings	Equipment	Accumulated Depreciation	Cost Recoveries	Net Book Value
Rental property:					
Commercial:					
Town centre retail	$ 1,447,007	-	228,431	-	1,218,576
Town centre hotel	1,801,348	252,788	499,864	6,000	1,548,272
Commercial building	183,782	-	80,032	-	103,750
Mobile home park	142,881	3,487	2,672	-	143,696
Industrial park	560,417	-	-	-	560,417
Staff housing	82,881	8,068	19,079	-	71,870
Non-commercial:					
School and cinema	2,426,366	-	-	2,426,366	-
Recreation and municipal	1,815,113	-	-	349,681	1,465,432
Health centre	742,137	-	-	142,973	599,164
Exhibition centre	132,554	-	-	132,554	-
Other property:					
Town centre complex:					
Common areas	940,053	9,964	152,209	-	797,808
Expansion site	114,596	-	-	-	114,596
Other	-	19,963	15,138	-	4,825
	$ 10,389,135	294,270	997,425	3,057,574	6,628,406

4. Long-term debt:

Province of Manitoba:

$2,000,000 Series A 8.15% first mortgage debentures secured by the Corporation's land, buildings and equipment, repayable by equal annual instalments of principal and interest in the amount of $122,525 to March 31, 1996.

$4,808,000 Series B 8.15% first mortgage debentures secured by leases with the non-commercial tenants in the Town Centre, repayable by equal annual instalments of principal and interest in the amount of $263,376 to March 31, 1995, in accordance with the varying terms of the leases.

$2,450,000 10% income debentures secured by a floating charge on all assets of the Corporation, second to the first mortgage debentures, repayable by annual instalments equal to one-half of the prior year's cash flow of the Corporation. Such cash flow is determined as that generated from operations less principal repayments made on the debentures. Each annual instalment is applied firstly against annual interest and any remaining balance against principal. Any unpaid interest as a result of such annual repayments is non-cumulative.

During the year ended March 31, 1982, the following transactions have taken place:

	Series A Debentures	Series B Debentures	Income Debentures	Total
Balance, March 31, 1981	$ 1,039,215	2,152,540	1,498,577	4,690,332
Annual principal instalments	37,829	-	-	37,829
Annual lease payments	-	87,944	-	87,944
	37,829	87,944	-	125,773
Balance, March 31, 1982	$ 1,001,386	2,064,596	1,498,577	4,564,559
Other long-term debt:				
First mortgage on staff housing: Bank of Montreal				22,616
Total long-term debt				$ 4,587,175

LEAF RAPIDS TOWN PROPERTIES LTD.

Notes to Financial Statements, continued

March 31, 1982

5. Capital stock:

Authorized:
40,000 common shares, not to exceed $40,000
26,210 8.15% non-cumulative redeemable preferred voting shares, not to exceed $2,621,000

	1982	1981
Issued and fully paid:		
100 common shares	$ 100	100
26,210 preferred shares	2,621,000	2,621,000
	$ 2,621,100	2,621,100

Ownership:
Ownership of all issued shres is held by the Minister of Finance, Government of Manitoba.

6. Income from land sales - net:

By Order In Council No. 1268, dated November 26, 1971, control and administration of certain lands owned by the Crown within the Townsite of Leaf Rapids was transferred to Leaf Rapids Development Corporation Ltd. (now Leaf Rapids Town Properties Ltd.). By approval of Cabinet, the Company may recover $5,000 per acre from all developable land within its administration through sale, development or lease. For the year ended March 31, 1982, an amount of $55,953 in such land sales was included in land sales - net in the statement of income and retained earnings.

7. Interest expense - net:

	1982	1981
Series A debentures	$ 84,696	87,547
Income debentures	58,956	-
	143,652	87,547
Interest income - trust deposits	109,559	54,905
	$ 34,093	32,642

Interest expense on the Series B first mortgage debentures in the amount of $175,432 (1981 - $182,059) is included in operating expense in the statement of income and retained earnings.

Interest on the income debentures based on the cash flow of the Corporation for the year ended March 31, 1982, in the amount of $79,114, will be paid and expensed in the next fiscal year.

8. Related parties:

As previously noted ownership of all issued shares of the Corporation is held by the Minister of Finance, Province of Manitoba. In addition to capital stock held, the long-term debt described in note 4 and the interest expense described in note 7, the Corporation has the following balances with the Province of Manitoba and its agencies as at March 31:

	1982	1981
Trust deposits	$ 546,642	422,544
Accounts receivable	9,658	79,551
Accounts payable	5,003	4,847

9. Guarantee:

On August 11, 1980, the Corporation entered into a guarantee of a lease obligation in the aggregate amount of $98,279 between Everton Enterprises Limited and First Canadian Leasing. The lease agreement provides for monthly payments of $1,404 for a term of 70 months maturing April 1986. The guarantee outstanding at March 31, 1982 is $67,392.

10. Comparative figures:

Comparative figures have been restated where necessary to conform to the current year's presentation.

Schedule

LEAF RAPIDS TOWN PROPERTIES LTD.

Schedule of Operating Revenue and Expense

Year ended March 31, 1982
with comparative figures for 1981

	Revenue from Operations	Operating Expense	Depreciation and Amortization	Operating Income (Loss) 1982	1981
Rental property:					
Commercial:					
Town centre retail	$ 184,015	24,957	33,503	125,555	122,637
Town centre hotel	132,580	110,275	65,681	(43,376)	(34,196)
Commercial building	42,374	20,802	9,232	12,340	16,989
Industrial park	33,322	24,095	1,094	8,133	16,642
Mobile home park	39,528	23,667	348	15,513	17,966
Staff housing	12,538	10,635	2,345	(442)	(619)
Non-commercial:					
Recreation centre and municipal offices	186,942	124,520	62,422	-	-
Health centre	76,434	50,912	25,522	-	-
Administration of Town Centre complex:					
Common areas	205,930	204,619	22,755	(21,444)	(21,444)
Maintenance department	98,134	96,577	1,557	-	-
Property taxes	125,055	125,055	-	-	-
Insurance	23,155	23,155	-	-	-
Allied heating	24,456	24,456	-	-	-
General and administrative expenses	34,147	94,031	168	(60,052)	(60,032)
	$ 1,218,610	957,756	224,627	36,227	57,943

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

LE CENTRE CULTUREL FRANCO-MANITOBAIN

RAPPORT DU VÉRIFICATEUR

Je rapporte que les comptes et les états financiers de Le Centre culturel franco-manitobain pour l'année fiscale terminée le 31 mars, 1982 ont été examinés sous ma direction. Notre vérification a été faite selon les normes de vérification généralement reconnues et par conséquent a comporté les sondages et autres procédures que nous avons jugés nécessaires dans les circonstances.

A notre avis, les états financiers, étant les Tableaux A,B,C,D et E y inclus les notes explicatives, présentent fidèlement la situation financière de Le Centre culturel franco-manitobain au 31 mars, 1982 et les résultats de ses opérations pour l'année terminée à cette date. Ces états financiers ont été préparés selon des principes comptables appliqués de la même manière qu'au cours de l'année précédente et sont en accord avec les livres de comptes de la Corporation.

W.K. Ziprick, C.A.,
Vérificateur Provincial

Le 31 mai, 1982
Winnipeg, Manitoba

AUDITOR'S REPORT

I report that the accounts and financial statements of Le Centre culturel franco-manitobain have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A,B,C,D, and E together with the notes thereto, present fairly the financial position of Le Centre culturel franco-manitobain as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Corporation.

W.K. Ziprick, C.A.,
Provincial Auditor

May 31, 1982
Winnipeg, Manitoba

Tableau/Exhibit A

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Bilan
au 31 mars, 1982
(avec les chiffres de 1981 pour comparaison)

ACTIF

	1982	1981
Actif à court terme :		
En caisse	$ 47,610	$ 40,597
Octrois à recevoir	11,225	-
Autres comptes à recevoir	11,787	13,578
Dépenses payées à l'avance	10,041	4,018
	80,663	58,193
Fonds en fiducie avec le Gouvernement du Manitoba	-	10,000
	$ 80,663	$ 68,193

PASSIF

	1982	1981
Passif à court terme :		
Comptes à payer	$ 15,698	$ 17,614
Dépôts pour loyers et dommages	2,850	3,400
	18,548	21,014
Octrois capitaux, Tableau B	-	31,285
Fonds Retenus pour Opérations Journalières et Entreprises Futures, Tableau C (note 1)	62,115	15,894
	$ 80,663	$ 68,193

Tableau/Exhibit A

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS	1982	1981
Current assets :		
Cash	$ 47,610	$ 40,597
Grants receivable	11,225	-
Other accounts receivable	11,787	13,578
Prepaid expenses	10,041	4,018
	80,663	58,193
Funds held in trust by the Government of Manitoba	-	10,000
	$ 80,663	$ 68,193

LIABILITIES		
Current liabilities :		
Accounts payable	$ 15,698	$ 17,614
Rental and damage deposits	2,850	3,400
	18,548	21,014
Capital grants, Exhibit B	-	31,285
Funds Retained for Working Capital and Future Operations, Exhibit C (note 1)	62,115	15,894
	$ 80,663	$ 68,193

Tableau/Exhibit B

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Octrois Capitaux Recettes et Déboursés pour l'année se terminant le 31 mars, 1982 (avec les chiffres de 1981 pour comparaison)

	1982	1981
Fonds non dépensés au début de l'exercice	$ 31,285	$ 26,996
Transactions pour l'année :		
Recettes - Gouvernement du Manitoba	31,025	30,000
Déboursés - ameublements et équipements	62,310	25,711
	(31,285)	4,289
Fonds non dépensés à la fin de l'exercice, Tableau A	$ -	$ 31,285

Tableau/Exhibit B

Statement of Capital Grants Receipts and Disbursements for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Unexpended funds, beginning of year	$ 31,285	$ 26,996
Transactions for the year :		
Receipts - Government of Manitoba	31,025	30,000
Disbursements - furnishings and equipment	62,310	25,711
	(31,285)	4,289
Unexpended funds, end of year, Exhibit A	$ -	$ 31,285

Tableau/Exhibit C

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Fonds Retenus pour Opérations Journalières et Entreprises Futures
pour l'année se terminant le 31 mars, 1982
(avec les chiffres de 1981 pour comparaison)

	1982	1981
Solde au début de l'exercice	$ 15,894	$ 27,682
Transactions pour l'année :		
Revenus excédants (sous) les dépenses :		
Fonctionnement Général, Tableau D	33,124	(8,077)
Programmation Culturelle, Tableau E	13,097	(3,711)
	46,221	(11,788)
Solde à la fin de l'exercice, Tableau A	$ 62,115	$ 15,894

Tableau/Exhibit C

Funds Retained for Working Capital and Future Operations
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance beginning of year	$ 15,894	$ 27,682
Transactions for the year :		
Revenues over (under) expenditures :		
General Operations, Exhibit D	33,124	(8,077)
Cultural Programs, Exhibit E	13,097	(3,711)
	46,221	(11,788)
Balance end of year, Exhibit A	$ 62,115	$ 15,894

Tableau/Exhibit D

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Revenus et Dépenses - Fonctionnement Général pour l'année se terminant le 31 mars, 1982 (avec les chiffres de 1981 pour comparaison)

Revenus :

	1982	1981
Gouvernement du Manitoba - octroi de base	$ 170,900	$ 126,000
Loyers de salles (note 3)	92,054	87,860
Loyers des bureaux et restaurant (note 3)	34,924	31,644
Vente de concession	27,922	8,308
Intérêts	13,191	4,580
Recouvrement de photocopies et timbres	8,160	10,343
Commissions	1,034	5,508
Services techniques	3,073	4,870
Stationnement et divers	2,521	3,430
Total des revenus	353,779	282,543

Dépenses :

	1982	1981
Salaires	139,274	116,489
Papeterie et dépenses des bureaux	10,887	18,767
Frais professionnels et de consultations	11,298	5,603
Téléphone	5,502	2,996
Réunions et déplacements	4,581	4,412
Publicité	7,213	3,025
Location d'équipement	2,911	774
Bénéfices des employés	9,578	6,172
Frais bancaires et intérêts	1,303	453
Assurances et permis	7,620	5,511
Réparation et entretien	16,927	20,996
Chauffage, éclairage, eau	36,787	37,335
Buanderie	1,996	1,221
Salaires occasionnels et travaux à contrat	7,776	8,351
Achats pour concession	14,652	5,518
Services du gymnase	23,438	31,098
Divers	1,683	4,079
Capital	17,229	17,820
Total des dépenses	320,655	290,620
Revenus excédants (sous) les dépenses, Tableau C	$ 33,124	$ (8,077)

Tableau/Exhibit D

Statement of Revenues and Expenditures - General Operations for the year ended March 31, 1982 (with 1981 figures for comparison)

Revenues :	1982	1981
Government of Manitoba - basic grant	$ 170,900	$ 126,000
Hall rentals (note 3)	92,054	87,860
Office and restaurant rentals (note 3)	34,924	31,644
Concessions sales	27,922	8,308
Interest	13,191	4,580
Xerox and postage recoveries	8,160	10,343
Commissions	1,034	5,508
Technical services	3,073	4,870
Parking and miscellaneous	2,521	3,430
Total revenues	353,779	282,543
Expenditures :		
Salaries	139,274	116,489
Stationery and office expenses	10,887	18,767
Professional and consulting fees	11,298	5,603
Telephone	5,502	2,996
Meetings and travel	4,581	4,412
Advertising	7,213	3,025
Equipment rental	2,911	774
Employee benefits	9,578	6,172
Bank charges and interest	1,303	453
Insurance and licenses	7,620	5,511
Repairs and maintenance	16,927	20,996
Heat, light, water	36,787	37,335
Laundry	1,996	1,221
Casual help and contract work	7,776	8,351
Concession purchases	14,652	5,518
Gymnasium services	23,438	31,098
Miscellaneous	1,683	4,079
Capital	17,229	17,820
Total expenditures	320,655	290,620
Revenues over (under) expenditures, Exhibit C	$ 33,124	$ (8,077)

Tableau/Exhibit E

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Etat des Revenus et Dépenses - Programmation Culturelle pour l'année se terminant le 31 mars, 1982 (avec les chiffres de 1981 pour comparaison)

	1982	1981
Revenus :		
Gouvernement du Canada - octroi de base	$ 178,000	$ 140,000
Autres octrois	22,600	7,720
Admissions, cours et commissions	61,400	47,252
Recouvrements et divers	16,213	13,309
Octrois pour projets spéciaux et autres recettes	5,740	36,376
Total des revenus	283,953	244,657
Dépenses :		
Salaires	100,336	86,214
Bénéfices des employés	3,717	4,435
Frais professionnels	1,500	3,378
Achats de matériel et dépenses de bureaux	21,023	11,319
Téléphone	3,092	4,034
Loyers (note 3)	12,567	12,170
Réunions et déplacements	24,600	17,527
Publicité	24,690	28,254
Salaires occasionnels et travaux à contrat	66,447	45,616
Projets spéciaux	5,128	34,498
Assurances et cotisations	2,910	710
Divers	4,846	213
Total des dépenses	270,856	248,368
Revenus excédants (sous) les dépenses, Tableau C	$ 13,097	$ (3,711)

Tableau/Exhibit E

Statement of Revenues and Expenditures - Cultural Programs for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Revenues :		
Government of Canada - basic grant	$ 178,000	$ 140,000
Other grants	22,600	7,720
Admissions, courses and commissions	61,400	47,252
Recoveries and miscellaneous	16,213	13,309
Special project grants and other proceeds	5,740	36,376
Total revenues	283,953	244,657
Expenditures :		
Salaries	100,336	86,214
Employee benefits	3,717	4,435
Professional fees	1,500	3,378
Program materials and office expenses	21,023	11,319
Telephone	3,092	4,034
Rent (note 3)	12,567	12,170
Meetings and travel	24,600	17,527
Advertising	24,690	28,254
Casual help and contract work	66,447	45,616
Special projects	5,128	34,498
Insurance and dues	2,910	710
Miscellaneous	4,846	213
Total expenditures	270,856	248,368
Revenues over (under) expenditures, Exhibit C	$ 13,097	$ (3,711)

LE CENTRE CULTUREL FRANCO-MANITOBAIN

Notes aux Etats Financiers
le 31 mars, 1982

1. **Politique de comptabilité**

   a) Les états financiers de la Corporation ont été préparés suivant la méthode de comptabilité d'exercice, sauf en ce qui concerne les achats capitaux qui sont considérés comme dépenses à l'année d'acquisition. Le tableau D reflète ces acquisitions capitales, achetées de l'opération générale et le tableau B reflète celles achetées à travers un octroi spécial de dépenses capitales de la Province du Manitoba.

   b) Le compte précédemment appelé "Surplus" a été renommé "Fonds Retenus pour Opérations Journalières et Entreprises Futures" en vue de refléter plus précisément la nature des fonds de la Corporation.

2. Un édifice à l'usage de Le Centre culturel franco-manitobain a été construit par la Province du Manitoba et la propriété a été enregistrée au nom de Sa Majesté, en droit du Manitoba.

3. Afin de refléter plus exactement le coût de la "Programmation Culturelle", la Corporation a entrepris d'inscrire comme dépenses de programmation, l'utilisation de ses propres locaux aux taux de $12,567 soit les taux courramment en vigueur et d'augmenter les revenus du Fonctionnement Général par un montant égal.

Notes to Financial Statements
March 31, 1982

1. **Accounting Policies**

   a) The Corporation's financial statements have been prepared using the accrual basis of accounting except for capital acquisitions which are recognized as expenditures in the year of acquisition. Exhibit D reflects those capital acquisitions purchased from General Operations and Exhibit B reflects those purchased with special capital grants from the Province of Manitoba

   b) The account previously designated as "Surplus" has been renamed "Funds Retained for Working Capital and Future Operations" in order to more accurately reflect the nature of the funds of the Corporation.

2. The building being used for the purposes of Le Centre culturel franco-manitobain has been constructed by the Province of Manitoba and the property is registered in the name of Her Majesty in right of Manitoba.

3. To reflect more accurately the cost of "Cultural Programs", the Corporation has recorded the program utilization of facilities by charging rent of $12,567 to Cultural Programs expenditures at a rate normally charged to other users and has increased revenues of General Operations by an equal amount.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

AUDITOR'S REPORT

I report that the financial statements of The Legal Aid Services Society of Manitoba have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedules 1 and 2, present fairly the position of the Fund of The Legal Aid Services Society of Manitoba as at March 31, 1982, and the results of its operations for the year then ended in accordance with the accounting policies stated in Note 1, Exhibit A, applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

August 12, 1982,
Winnipeg, Manitoba.

Exhibit A

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Fund
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Fund balance beginning of year	$ 6,010	$ 5,082
Excess of receipts over disbursements, Exhibit B	11,723	928
Fund balance end of year	$ 17,733	$ 6,010
Fund balance represented by:		
Cash on hand and in bank	$ 39,106	$ 40,651
Outstanding reimbursement from the Province of Manitoba (Note 1.a)	925	46,999
Cheques issued and outstanding	(22,298)	(81,640)
Fund balance end of year	$ 17,733	$ 6,010

1. Significant Accounting Policies:

   a. The Society presents its financial statements on a cash basis, with the exception of accounting for grants from the Province of Manitoba. With respect to these grants, the Society takes into receipts amounts due from the Province for payments for private bar fees and disbursements made by the Society prior to March 31 of each year, when these are reimbursed by the Province out of funds voted for the year then ended. Additional information relating to the Society's operations concerning significant commitments, liabilities and receivables are presented below:

	March 31	
	1982	1981
Estimated total commitments for future billings on outstanding legal aid certificates	$ 2,285,000	$ 1,990,000
Approximate liability for legal aid certificate billings received but unpaid	$ 325,000	$ 75,000
Approximate liability for duty counsel billings received but unpaid	11,000	2,500
Approximate liability for unpaid general and administrative and Community Law Centre operating expenses	65,000	25,500
	$ 401,000	$ 103,000
Accounts receivable respecting contributions and judgments (without allowance for doubtful accounts)	$ 107,000	$ 103,000

Exhibit A

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Fund
as at March 31, 1982
(with 1981 figures for comparison)

1. Significant Accounting Policies: (continued)

   b. In addition to agreements to pay, which are based on the client's ability to pay, contributions from clients also include a user fee of approximately $35.00 per certificate, except in cases where the client is receiving social assistance payments. As well, Area Directors have the discretion to waive the fee in cases of extreme hardship. This user fee is payable in advance and if it is collected by a private bar solicitor acting on behalf of the Society, it is recognized in the Society's records at the time of settlement of the private bar solicitor's billings. The policy of collecting a user fee has been abolished effective May 1, 1982.

   c. In accordance with Manitoba Regulations 106/72 and 112/81, the Board of the Society may order that a holdback respecting private bar fees be established. Acting under this authority, the Board established holdbacks of 15% in respect of legal aid certificates approved during the year ended March 31, 1979 and 10% during the year ended March 31, 1980. No holdbacks were applied to legal aid certificates approved during the years ended March 31, 1981 and March 31, 1982. The holdback is applicable regardless of when the billings for services are rendered. The holdback is payable only if funds are available at the end of the fiscal year in which the fee is actually paid. Holdbacks applied to billings paid during the fiscal year ended March 31, 1982 will not be paid by the Society because sufficient funds were not available.

2. Subsequent Event:

   The lawsuit filed against the Society by a former client and mentioned in the notes to last years financial statements was settled out of court, subsequent to the year end, with the Society agreeing to pay the claimant $15,000.

Exhibit B

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Province of Manitoba - grants (Note 1.a)	$ 3,380,941	$ 3,321,164
- salaries and other payments	1,673,539	1,423,866
Contributions from clients (Note 1.b)	133,095	124,419
Judgment costs and settlements	24,757	20,881
Other	185	6,998
Total receipts	5,212,517	4,897,328
Disbursements:		
Private bar fees and disbursements:		
Legal aid certificates	2,784,815	2,876,431
Less: certificate holdbacks (Note 1.c)	26,751	159,159
	2,758,064	2,717,272
Duty counsel services	89,691	74,891
	2,847,755	2,792,163
Community Law Centres, Schedule 1	1,654,416	1,462,262
General and administrative, Schedule 2	683,435	626,969
Contribution to Law Society - Law Phone-In program	15,188	15,006
Total disbursements	5,200,794	4,896,400
Excess of receipts over disbursements, Exhibit A	$ 11,723	$ 928

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Community Law Centres
Schedule of Operating Expenses
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advertising and information	$ 330	$ 145
Advisory committee fees and expenses	1,870	2,519
Certificate disbursements	87,581	77,296
Duplicating services and supplies	19,813	19,065
Fly-in duty counsel program - travel	33,479	24,620
Furniture, equipment and leasehold improvements - net of disposals	3,360	4,720
Library	19,417	20,757
Maintenance	12,652	14,486
Meetings and seminars	7,956	5,134
Office and postage	49,754	45,808
Professional fees	-	600
Rent	80,468	78,834
Salaries and benefits - professional	990,226	849,062
- clerical	241,936	212,437
Staff recruitment	880	-
Stationery and forms	2,501	1,568
Sundry	629	1,648
Telephone	42,758	44,671
Travel	47,706	44,036
Utilities	11,100	14,856
Total, Exhibit B	$ 1,654,416	$ 1,462,262

Schedule 2

THE LEGAL AID SERVICES SOCIETY OF MANITOBA

Schedule of General and Administrative Expenses
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advertising and information	$ 1,600	$ 1,478
Collections	1,698	3,885
Data processing	2,004	2,891
Directors' fees and expenses	8,344	16,452
Duplicating services and supplies	5,825	5,511
Furniture, equipment and leasehold improvements - net of disposals	4,239	13,655
Library	6,953	3,611
Maintenance	1,791	1,497
Meetings and seminars	3,267	3,939
Office and postage	36,925	38,449
Professional fees	18,389	14,865
Rent	46,881	46,877
Salaries, honoraria and benefits	506,608	433,934
Staff recruitment	575	787
Stationery and forms	13,523	10,018
Sundry	368	7,494
Telephone	12,189	13,174
Travel	10,034	6,406
Utilities	2,222	2,046
Total, Exhibit B	$ 683,435	$ 626,969

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE LIQUOR CONTROL COMMISSION

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of The Liquor Control Commission as at March 31, 1982 and the statements of profit and loss and cash flow and the schedule of sales, cost of sales and gross profit for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Liquor Control Commission as at March 31, 1982 and the results of its operations and its cash flow for the year then ended in accordance with accounting principles as disclosed in Note 1 applied on a basis consistent with that of the preceding year.

W. K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

May 21, 1982,
Winnipeg, Manitoba.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

BALANCE SHEET
AS AT MARCH 31, 1982

ASSETS

	1982	1981
Current Assets:		
Cash on hand and in banks	$ 2,945,297	$ 1,053,707
Accounts receivable - claims and other	253,126	191,233
Inventory (Note 2)	14,159,042	14,373,354
Prepaid expenses and supplies	265,981	196,585
	17,623,446	15,814,879
Capital Assets at nominal value (Note 1)	1	1
	$ 17,623,447	$ 15,814,880

LIABILITIES

	1982	1981
Current Liabilities:		
Net profits payable to the Province of Manitoba	$ 5,429,344	$ 4,634,369
Accounts payable - trade and other	6,472,386	5,626,632
Manitoba Sales Tax payable	1,035,604	862,785
Deferred licence fees	186,113	191,094
	13,123,447	11,314,880
Non-interest bearing working capital advance provided by the Province of Manitoba	4,500,000	4,500,000
	$ 17,623,447	$ 15,814,880

See accompanying notes to financial statements.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED MARCH 31, 1982

	1982	1981
Sales:		
Stores and liquor vendors (Note 3)	$ 143,509,420	$ 127,587,866
Licensees	102,066,865	92,190,367
	245,576,285	219,778,233
Cost of Sales:		
Stores, liquor vendors, licensees	85,788,086	76,786,099
Beer purchases for licensees	58,137,562	52,956,344
	143,925,648	129,742,443
Gross profit	101,650,637	90,035,790
Other income (Note 5)	6,001,820	5,538,830
	107,652,457	95,574,620
General and Administrative Expenses:		
Salaries and benefits	9,542,837	8,324,035
Superannuation	532,152	486,549
Alterations, maintenance and repairs	301,279	265,192
Audit, legal and other professional fees	181,939	191,381
Cleaning and caretaking	366,074	341,361
Corporation capital tax	6,978	6,335
Data processing - equipment rentals	164,351	160,645
Delivery charges	850,771	738,257
Grants in lieu of taxes	374,689	378,070
Insurance	15,624	16,144
Light, heat, power and water	354,798	335,931
Printing, postage and stationery	210,974	175,065
Protective services	119,394	90,314
Public information services	60,597	23,181
Rentals - leased premises (Note 7)	980,946	876,784
Staff training	55,746	31,352
Telephone and telegraph	66,248	56,247
Travelling	56,135	40,370
Wrapping supplies	262,427	281,929
Miscellaneous	124,822	83,933
Chief Inspector's Division:		
Salaries and benefits	593,396	507,583
Operating expenses	158,843	129,786
Board of Commissioners - salaries and expenses	35,022	29,392
Licensing Board - salaries and expenses	36,472	21,483
	15,452,514	13,591,319
Operating profit before capital expenditures charged to operations	92,199,943	81,983,301
Capital expenditures charged to operations (Note 1)	970,599	348,932
Net profit paid or payable to the Province of Manitoba	$ 91,229,344	$ 81,634,369

See accompanying notes to financial statements.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

STATEMENT OF CASH FLOW
FOR THE YEAR ENDED MARCH 31, 1982

	1982	1981
Cash receipts:		
Sales - spirits, wine, beer	$ 245,576,285	$ 219,778,233
Basic and supplementary license fees and other	5,934,946	5,467,031
Manitoba Sales Tax	14,001,106	12,391,851
	265,512,337	237,637,115
Cash disbursements:		
Purchases - merchandise, federal duty, excise and sales taxes, etc.	142,812,671	133,855,949
General and administrative expenses	16,545,420	13,789,371
Manitoba Sales Tax	13,828,288	12,368,343
	173,186,379	160,013,663
Net cash available for transfer	92,325,958	77,623,452
Transfers to Minister of Finance:		
Current year profit	85,800,000	77,000,000
Prior year profit	4,634,368	2,095,913
	90,434,368	79,095,913
Excess of receipts over disbursements/transfers	$ 1,891,590	
Excess of disbursements/transfers over receipts		$ 1,472,461
Represented by increase in cash in bank:		
Cash on hand and in bank April 1	$ 1,053,707	$ 2,526,168
Add excess of receipts over disbursements/transfers	1,891,590	-
Less excess of disbursements/transfers over receipts	-	1,472,461
Cash on hand and in bank March 31	$ 2,945,297	$ 1,053,707

See accompanying notes to financial statements.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

SCHEDULE OF SALES, COST OF SALES AND GROSS PROFIT
FOR THE YEAR ENDED MARCH 31, 1982

	Spirits	Wine	Beer	Total
Sales:				
Stores and liquor vendors	$ 109,741,980	$ 24,230,343	$ 9,537,097	$ 143,509,420
Licensees	17,435,240	5,500,521	79,131,104	102,066,865
Total Sales for 1982	127,177,220	29,730,864	88,668,201	245,576,285
Total Sales for 1981	112,304,509	26,292,249	81,181,475	219,778,233
Cost of Sales:				
Stores, liquor vendors, licensees	61,108,191	18,720,022	5,959,873	85,788,086
Beer purchases for licensees	-	-	58,137,562	58,137,562
Total Cost of Sales for 1982	61,108,191	18,720,022	64,097,435	143,925,648
Total Cost of Sales for 1981	54,962,891	16,352,884	58,426,668	129,742,443
Gross Profit for 1982	66,069,029	11,010,842	24,570,766	101,650,637
Gross Profit for 1981	$ 57,341,618	$ 9,939,365	$ 22,754,807	$ 90,035,790
Gross Profit as a Percentage of Sales for 1982	52.0	37.0	27.7	41.4
Gross Profit as a Percentage of Sales for 1981	51.1	37.8	28.0	41.0

See accompanying notes to financial statements.

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1982

1. ACCOUNTING POLICIES

The Commission follows generally accepted accounting principles with the following modifications:

(a) **Fixed Assets**

Fixed assets are charged to operatons in the year acquired except for assets under construction which are expensed when completed.

(b) **Pensions**

In accordance with the provisions of the Manitoba Civil Service Superannuaton Act, the Commission contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded position for the Commission's employees amounted to $9,079,161 as at December 31, 1981.

2. INVENTORY AT COST

Inventory is composed of:

	1982	1981
In bond merchandise	$ 8,575,352	$ 5,255,238
Duty paid merchandise	5,583,690	9,118,116
	$ 14,159,042	$ 14,373,354

The amount of unpaid Customs, Excise duties and Sales tax on owned merchandise held in bond was approximately $4,481,000 at March 31, 1982 (1981 - $2,420,000).

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 1982

3. SALES - STORES AND LIQUOR VENDORS

	1982	1981
Sales to liquor vendors	$ 24,836,103	$ 21,842,323
Volume discounts	(1,915,675)	(1,633,340)
	22,920,428	20,208,983
Store sales	120,588,992	107,378,883
	$ 143,509,420	$ 127,587,866

4. BEER PURCHASES FOR LICENSEES

Beer is mainly retailed through licensees and not through the Commission's stores. The gross profit for the current year on beer sold to licensees, and through stores and liquor vendors as a percentage of sales was 26.5% and 37.5% respectively. The overall gross profit as a percentage of sales of 27.7% reflects allowances to licensees for retailing.

5. OTHER INCOME

	1982	1981
Supplementary licence fees:		
Brewers	$ 2,141,330	$ 2,230,579
Licensees	2,352,439	2,028,703
Basic licence fees	195,856	192,271
Commission for collecting Manitoba Retail Sales Tax	141,541	125,369
Disposal of fixed assets	2,259	16,553
Liquor licensee application fees	11,278	12,297
Miscellaneous	820,815	613,216
Occasional permits, etc.	336,302	319,842
	$ 6,001,820	$ 5,538,830

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1982

6. FIXED ASSETS

Fixed assets charged to operations:

	1982	1981
Automobiles	$ 15,655	$ 114,749
Equipment	164,267	119,191
Furniture and fixtures	110,387	22,164
Land and buildings	413,061	48,078
Leasehold improvements	41,581	3,470
Program development	225,648	41,280
	$ 970,599	$ 348,932

7. LONG-TERM LEASES

The Commission owns 12 stores and leases 37 others. Leases have expiry dates ranging from 1982 to 2000.

Minimum lease payments for the next five years are as follows:

Year Ending March 31	
1983	$784,129
1984	694,530
1985	657,795
1986	629,021
1987	621,729

GOVERNMENT OF THE PROVINCE OF MANITOBA

THE LIQUOR CONTROL COMMISSION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1982

8. MANITOBA RETAIL SALES TAX

In addition to the net profit of $91,229,344, the Commission remitted Manitoba Retail Sales Tax of $13,828,288 (1981 - $12,368,343) to the Province of Manitoba.

9. COMPARATIVE FIGURES

Prior year's comparative figures have been restated to conform to the classifications adopted for the fiscal year ended March 31, 1982.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

AUDITOR'S REPORT

I report that the accounts and financial statements of The Manitoba Agricultural Credit Corporation have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A to E and Schedule 1, present fairly the financial position of The Manitoba Agricultural Credit Corporation as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Corporation.

W.K. Ziprick
W.K. Ziprick, C.A.,
Provincial Auditor.

June 15, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

The Agricultural Credit Corporation Act

	1982	1981
Cash:		
On hand and in bank	$ 322,529	$ 141,876
On deposit with the Minister of Finance	926,861	95,172
	1,249,390	237,048
Accounts receivable:		
Rent	398,946	374,509
Sale of real estate	-	632,449
Conditional incentive grants and accrued interest	134,038	206,361
Other	4,074	8,373
	537,058	1,221,692
Stocker program advances receivable (Note 1)	818,385	871,920
Mortgages, chattels and agreements for sale receivable (Note 2)	151,351,278	113,794,907
Promissory notes receivable (Note 3)	3,755,162	4,308,849
Real estate (Note 4)	6,863,451	8,271,599
Unamortized debt discount and expense	87,542	93,908
	164,662,266	128,799,923

Part III of The Fisheries Act

	1982	1981
Cash on deposit with the Minister of Finance	164,992	218,139
Term deposit with the Minister of Finance	300,000	-
Prepaid expenses	586	526
Interest receivable from the Minister of Finance	5,424	-
Loans receivable, less allowance for doubtful accounts of $116,193 (1981 - $93,901)	1,862,012	1,505,162
Chattels acquired by voluntary quit claim, at foreclosed value less recoveries	-	8,510
	2,333,014	1,732,337
	$ 166,995,280	$ 130,532,260

The accompanying notes are an integral part of these financial statements.

Exhibit A

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

L I A B I L I T I E S

The Agricultural Credit Corporation Act

	1982	1981
Accounts payable:		
The Province of Manitoba	$ 692,456	$ 861,838
Other	1,185,135	722,280
	1,877,591	1,584,118
Trust accounts:		
Incentive grants (Note 5)	285	11,115
Rent paid in advance	13,111	17,523
Funds held pending disposition	18,412	86,633
	31,808	115,271
Advances from the Province of Manitoba (Note 6 a))	159,320,656	123,668,323
Reserve for Working Capital:		
Balance at beginning of year and end of year	3,432,211	3,432,211
	164,662,266	128,799,923

Part III of The Fisheries Act

	1982	1981
Accounts payable	4,725	4,048
Advances from the Province of Manitoba (Note 6 b))	2,300,000	1,700,000
Reserve for Working Capital:		
Balance at beginning of year and end of year	28,289	28,289
	2,333,014	1,732,337
	$ 166,995,280	$ 130,532,260

Exhibit 8

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Statement of Revenue and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Interest:		
Mortgages, chattels and agreements for sale	$ 12,043,272	$ 8,572,117
Promissory notes	475,079	487,099
Stocker program	149,758	159,481
Cash on deposit with the Minister of Finance	2,665	4,301
Term deposit with the Minister of Finance	64,512	73,373
Real estate (Note 7)	1,266,458	2,384,282
Other	10,361	8,876
	14,012,105	11,689,529
Expenditure:		
Administration, Schedule 1	1,872,622	1,742,237
Financing charges, net:		
Interest on advances from the Province of Manitoba, amortization of debt discount and service charges	14,462,791	10,613,058
Interest on livestock incentive grants	-	27,838
	14,462,791	10,640,896
Amount assumed by the Province of Manitoba	(2,323,308)	(693,604)
	12,139,483	9,947,292
	14,012,105	11,689,529
Excess of revenue over expenditure	$ -	$ -

The accompanying notes are an integral part of these financial statements.

Exhibit C

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Part III of The Fisheries Act
Statement of Revenue and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Interest:		
Loans	$ 242,683	$ 178,491
Term deposit with the Minister of Finance	17,149	-
Grant from the Province of Manitoba re administration costs	265,144	221,390
	524,976	399,881
Expenditure:		
Administration costs:		
Salaries	180,279	150,995
Audit fees	5,415	4,259
Bad debts	28,876	20,919
Collection expenses	827	801
Corporation capital tax	170	3,457
Data processing	6,564	5,502
Employee benefits	9,655	7,615
Furniture and fixtures	735	-
Miscellaneous	54	35
Postage	1,350	1,026
Rental of office premises	4,133	3,821
Stationery, supplies and equipment rentals	3,552	2,655
Telephone	6,389	5,439
Travelling	16,423	14,264
Workers compensation	722	602
	265,144	221,390
Financing charges, net:		
Interest on advances from the Province of Manitoba	342,827	251,442
Amount assumed by the Province of Manitoba	(82,995)	(72,951)
	259,832	178,491
	524,976	399,881
Excess of revenue over expenditure	$ -	$ -

The accompanying notes are an integral part of these financial statements.

Exhibit D

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Advances from the Province of Manitoba	$ 39,700,000	$ 23,350,000
Collections on account of mortgages, chattels and agreements for sale:		
Principal	7,112,151	5,862,09
Interest	10,684,138	7,382,33
Other charges	477,350	274,35
	18,273,639	13,518,78
Collections on account of promissory notes:		
Principal	534,028	631,961
Interest	420,216	493,379
	954,244	1,125,340
Collections on account of stocker program advances receivable:		
Principal	724,003	1,637,977
Interest	117,692	182,693
	841,695	1,820,670
Interest:		
On cash on deposit with the Minister of Finance	2,665	4,301
On term deposit with the Minister of Finance	64,512	73,373
	67,177	77,674
Proceeds from term deposit	4,600,000	3,507,698
Proceeds from sale of real estate	529,931	1,823,004
Collections on account of land leasing	881,122	1,042,161
Collections on account of livestock incentive grants	34,014	37,438
Miscellaneous	38,943	58,773
Trust account:		
Insurance claim proceeds	119,000	37,397
Real estate sales	184,719	127,801
	303,719	165,198
Total cash receipts	66,224,484	46,526,744
Cash on hand, in bank and on deposit with the Minister of Finance at beginning of year	237,048	371,018
	$ 66,461,532	$ 46,897,762

The accompanying notes are an integral part of these financial statements.

Exhibit D

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Disbursements:		
Mortgages and agreements for sale	$ 39,737,046	$ 25,224,913
Promissory notes	43,619	138,098
Stocker program	681,481	832,572
Land and building, purchases	36,625	52,857
Sundry charges on account of mortgages	478,247	284,972
Taxes charged on land leasing	180,060	245,279
Young farmer rebates	1,127,303	504,043
Financing charges paid to the Province of Manitoba:		
Interest on advances and service charges, net	12,122,510	9,917,796
Interest paid on livestock incentive grants	-	27,838
	12,122,510	9,945,634
Repayment of capital advances to the Province of Manitoba	4,047,667	3,638,269
Repayment of defaulted livestock incentive grants to the Province of Manitoba	106,016	240,932
Purchase of term deposits	4,600,000	3,507,698
Administration costs	1,663,517	1,625,622
Miscellaneous	12,302	27,338
Trust account:		
Province of Manitoba incentive grants	3,809	221,151
Other	371,940	171,336
	375,749	392,487
Total cash disbursements	65,212,142	46,660,714
Cash on hand, in bank and on deposit with the Minister of Finance at end of year	1,249,390	237,048
	$ 66,461,532	$ 46,897,762

Exhibit E

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Part III of The Fisheries Act
Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Province of Manitoba:		
Advances	$ 600,000	$ 100,000
Grant re administration costs	348,139	294,341
	948,139	394,341
Collection on account of loans:		
Principal	2,769,667	2,128,951
Interest	215,063	162,619
	2,984,730	2,291,570
Interest on term deposit with the Minister of Finance	11,725	-
Sale of chattels	8,510	7,216
Total cash receipts	3,953,104	2,693,127
Cash on deposit with the Minister of Finance at beginning of year	218,139	263,298
	$ 4,171,243	$ 2,956,425
Disbursements:		
Loans	$ 3,128,711	$ 2,288,285
Administration costs	234,713	198,559
Interest on advances from the Province of Manitoba	342,827	251,442
Purchase of term deposit	300,000	-
Total cash disbursements	4,006,251	2,738,286
Cash on deposit with the Minister of Finance at end of year	164,992	218,139
	$ 4,171,243	$ 2,956,425

The accompanying notes are an integral part of these financial statements.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

The Agricultural Credit Corporation Act
Schedule of Administration Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Salaries	$ 1,127,161	$ 980,927
Advertising	40,269	25,329
Audit fees	21,660	17,036
Bad debts - Promissory notes	124,298	96,022
- Mortgages, chattels and agreements for sale	52,680	(850)
- Stocker program	43,080	(3,394)
- Land lease program	35,180	13,725
Collection expenses	4,568	10,309
Corporation capital tax	20,593	251,463
Data processing	43,316	36,856
Directors' fees and expenses	21,473	20,175
Ear tags	2,262	1,131
Employee benefits	62,247	44,189
Guaranteed loan losses	17,445	-
Insurance	173	158
Messenger service	2,980	2,422
Miscellaneous	1,089	400
Office furniture	4,774	2,702
Office rental, cleaning, light and power	69,595	65,626
Postage	19,304	13,575
Professional fees	6,135	15,322
Property taxes	15,811	17,713
Real estate maintenance	4,883	2,580
Relocation expenses	-	4,040
Stationery, office supplies and equipment rental	36,045	33,611
Telephone	21,922	20,475
Travelling	68,609	66,240
Workers compensation	5,070	4,455
Total administration expenditure, Exhibit B	$ 1,872,622	$ 1,742,237

The accompanying notes are an integral part of these financial statements.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements for the year ended March 31, 1982

1. Stocker program advances receivable consisted of the following at March 31:

	1982	1981
Renewable interest bearing advances, 18 month term	$ 872,135	$ 886,289
Interest free advances, 12 month term discontinued in 1975-76	46,546	59,060
Interest bearing advances under programs discontinued in 1974-75	75,332	88,136
Accrued interest	1,844	4,043
	995,857	1,037,528
Less: Allowance for doubtful accounts	177,472	165,608
	$ 818,385	$ 871,920

2. A summary of mortgages, chattels and agreements receivable by years in which the instalments become due is as follows:

Receivable In	1982	1981
1 year	$ 12,815,613	$ 9,209,907
2 years	4,348,186	4,424,191
3 years	2,974,197	3,940,945
4 years	2,970,825	2,427,154
5 years	3,200,599	2,328,521
6 - 10 years	16,171,262	13,315,707
Over 10 years	108,949,755	78,207,654
	151,430,437	113,854,079
Less: Allowance for doubtful accounts	79,159	59,172
	$ 151,351,278	$ 113,794,907

At March 31, 1982, accrued interest of $7,886,122 (1981 - $5,541,146) and arrears of $2,787,000 (1981 - $1,935,525) are shown as maturing in one year. Prepayments of principal from borrowers of $2,562,717 (1981 - $2,675,765) have reduced the principal which would have normally become due in one year.

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1982

3. Promissory notes receivable are comprised mainly of loans made under the Farm Diversification Plan Program of the Province of Manitoba. Since 1976, those loans, which have been made for the purchase of livestock and equipment, have been secured by means of lien notes on the said livestock and equipment. Other loans under this program are unsecured. This program was terminated in December 1978. A summary of promissory notes receivable by years in which the instalments become due is as follows:

Receivable In	1982	1981
1 year	$ 1,494,600	$ 1,335,282
2 years	550,194	556,882
3 years	550,415	573,029
4 years	417,227	552,085
5 years	348,632	446,105
6 - 10 years	731,461	1,031,999
Over 10 years	251,302	377,973
	4,343,831	4,873,355
Less: Allowance for doubtful accounts	588,669	564,506
	$ 3,755,162	$ 4,308,849

At March 31, 1982, accrued interest of $256,878 (1981 - $250,049) and arrears of $786,851 (1981 - $673,182) are shown as maturing in one year. Prepayments of principal from borrowers of $95,891 (1981 - $143,784) have reduced the principal which would have normally become due in one year.

4. Real estate consists of purchases, at cost, and foreclosures, at the lower of the foreclosed amounts or appraised values.

5. Conditional incentive grants by the Province of Manitoba for the purchases of female cattle and sheep and for the construction of milk production facilities were discontinued effective March 31, 1976. The grants for which conditions have not yet been fully complied with amounted to $25,552 as at March 31, 1982. Included in this amount were

THE MANITOBA AGRICULTURAL CREDIT CORPORATION

Notes to the Financial Statements
for the year ended March 31, 1982

5. (continued)

grants totalling $285 which are being held in trust at March 31, 1982, by the Corporation during the five year compliance period. During the seven year period commencing April 1, 1975, being the start of the period when requirements of the grant conditions could first be met, grants amounting to $5,170,879 have been finalized and $753,664 was repayable because of non-compliance with $76,020 of this amount outstanding as at March 31, 1982.

6. The advances from the Province of Manitoba consisted of the following at March 31:

a) The Agricultural Credit Corporation Act:

	1982	1981
Advances repayable in instalments	$ 140,470,656	$ 104,818,323
Advances repayable at maturity	18,850,000	18,850,000
	$ 159,320,656	$ 123,668,323

Advances repayable in instalments:

These advances are repayable in equal annual blended principal and interest instalments by series. The final instalment for the longest series is due on March 31, 2012. The interest rates are as follows: 7.50% - $49,317,336, 9.05% - $1,062,281, 9.25% - $911,911, 9.625% - $1,230,511, 10.4% - $1,351,373, 10.55% - $4,516,178, 12% - $28,784,442, 13.625% - $13,608,813, 14.50% - $4,787,811, 16.25% - $720,000, 16.50% - $9,080,000, 18.875% - $2,050,000, 14.85% - $50,000, 15.625% - $500,000, 16.40% - $680,000, 16.60% - $2,620,000, 17% - $320,000, 17.25% - $1,430,000, 16.375% - $2,266,000, 16.875% - $15,184,000.

Advances repayable at maturity:

These advances are $10,000,000 - 9.625% due May 1, 1989 and $8,850,000 - 12.74% due March 3, 2000.

b) Part III of The Fisheries Act:

	1982	1981
Advances repayable on demand, interest payable at prime rates	$ 2,000,000	$ 1,700,000
Advances repayable on November 13, 1982 without interest	300,000	-
	$ 2,300,000	$ 1,700,000

7. During the year ended March 31, 1982, the Corporation sold 36 of its properties. The results were as follows:

	No. Properties	Sales Proceeds	Acquisition Cost (Note 4)	Gain
Sales to Lessees				
- Outside Financing	1	$ 36,971	$ 25,385	$ 11,586
- Corporation Financing	35	1,926,530	1,477,722	448,808
	36	$ 1,963,501	$ 1,503,107	$ 460,394

The gains of $11,586 and $448,808 on sales to lessees resulted from adjustments on the exercise of purchase options by lessees of the previously charged lease rates to the lending rates in effect at the date of the lease. The total gain of $460,394 (1981 - $1,498,397) has been included in real estate revenue of $1,266,458 (1981 - $2,384,282).

8. Funds approved but not disbursed as at March 31 amounted to:

	1982	1981
a) The Agricultural Credit Corporation Act:		
Direct loans	$ 5,126,100	$ 7,993,600
Corporate loans	237,400	237,200
Stocker program	300,000	681,500
Land lease program	1,000	16,000
Crown land loans	434,200	230,900
Beef producers' income assurance plan loans	3,000	7,300
	$ 6,101,700	$ 9,166,500

The Corporate loans amount of $237,400 represents performance bond guarantees to agricultural marketing agencies.

b) Part III of The Fisheries Act:

	1982	1981
Direct loans	$ 356,500	$ 310,500

9. At March 31, 1982, the Corporation was contingently liable as guarantor of loans made under The Agricultural Credit Corporation Act by lending institutions as follows:

   a) The Corporation is liable under its guarantee for losses sustained by the lending agencies on loans to individual farmers but the amount of liability to any one agency cannot exceed 10% of the total guaranteed loans made by the agency during a guarantee period. At March 31, the Corporation's contingent liability on the basis of 10% of loans made by agencies during various guarantee periods was:

	1982	1981
- For the three year guarantee period ended December 31, 1971	$ 5,200	$ 10,900
- For the thirty-nine month guarantee period ended March 31, 1981	175,870	208,057
- For the current three year period ending March 31, 1984	301,571	-
	$ 482,641	$ 218,957

   b) The Corporation also fully guarantees loans to individuals for the purpose of farming. At March 31, 1982, these guaranteed loans amounted to $2,001,888 (1981 - $1,885,611).

10. **Pensions**

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees amounted to $800,352 at December 31, 1981.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA ARC AUTHORITY INCORPORATED

AUDITOR'S REPORT

I report that the financial statements of the Manitoba ARC Authority Incorporated have been examined under my direction for the period from July 14, 1981 to March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B, together with the notes thereto, present fairly the financial position of the Manitoba ARC Authority Incorporated as at March 31, 1982 and the cash receipts and disbursements for the period then ended.

W.K. Ziprick

W.K. Ziprick, C.A.,
Provincial Auditor.

November 8, 1982,
Winnipeg, Manitoba.

Exhibit A

MANITOBA ARC AUTHORITY INCORPORATED

Balance Sheet
as at March 31, 1982

ASSETS

Share subscription receivable	$ 1

SHAREHOLDER'S EQUITY

Share Capital:

Authorized:

40,000 common shares, with a maximum consideration of $40,000.

Issued:

1 common share	$ 1

Exhibit B

MANITOBA ARC AUTHORITY INCORPORATED

Statement of Receipts and Disbursements
for the period from July 14, 1981 to March 31, 1982

Receipts:

Funds received from the Province of Manitoba		$ 96,530

Disbursements:

Professional fees	$ 54,845	
Office rentals and improvements	17,874	
Postage and telephone	1,741	
Printing and stationery	1,608	
Office equipment and rentals	1,560	
Other expenses	1,712	
	79,340	
Refund of funds received	17,190	$ 96,530

MANITOBA ARC AUTHORITY INCORPORATED

Notes to Financial Statements
for the period from July 14, 1981 to March 31, 1982

1. Incorporation

The Manitoba ARC Authority Incorporated was incorporated and registered under the Corporation's Act of Manitoba on July 14, 1981, to serve as the mechanism for project implementation on behalf of the Province of Manitoba under the Canada-Manitoba Agreement for Recreation and Conservation on the Red River Corridor (ARC Agreement).

One (1) common share was issued to the Minister of Finance for the Province of Manitoba on August 5, 1981 for the consideration of $1.00.

2. Commitments

As at March 31, 1982, the Authority was responsible for the following commitments:

Professional fees - various	$ 34,715
Lease for premises to March 31, 1985	59,112
	$ 93,827

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA ARTS COUNCIL

AUDITOR'S REPORT

I report that the financial statements of the Manitoba Arts Council have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being the balance sheet, statements of income and expenditures, retained income, Jack Hassard Memorial Trust, and deficit reduction program reserve and the schedules of operating expenditures, together with the notes thereto, present fairly the financial position of the Manitoba Arts Council as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

August 11, 1982,
Winnipeg, Manitoba.

MANITOBA ARTS COUNCIL

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Cash and term deposits	$ 389,039	$ 138,802
Marketable securities, at cost (market value 1982 - $32,584; 1981 - $37,000)	37,000	37,000
Accounts receivable:		
Accrued interest	8,706	14,631
Other	8,330	10,645
Inventory of prints - Ten Cent Art Program	-	452
Prepaid expenses	37	174
Interest free advance to the Winnipeg Symphony Orchestra Limited	125,000	125,000
	$ 568,112	$ 326,704

LIABILITIES

	1982	1981
Accounts payable and accrued liabilities	$ 6,901	$ 5,098
Unpaid commitments on operating grants and programs	152,057	84,631
Interest free advance from the Province of Manitoba	125,000	125,000
	283,958	214,729

SURPLUS

	1982	1981
Special Projects Reserve (Note 2)	-	5,000
Jack Hassard Memorial Trust	2,500	2,500
Deficit Reduction Program Reserve (Note 3)	45,833	62,989
Program Development Fund (Note 4)	150,000	-
Retained income	85,821	41,486
	284,154	111,975
	$ 568,112	$ 326,704

MANITOBA ARTS COUNCIL

Statement of Income and Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Income:		
Government of the Province of Manitoba, general grant (Note 5)	$ 912,500	$ 604,000
Western Lottery - Manitoba Distributor Inc.	1,085,029	760,475
Investment income	50,239	22,543
Recovery of previous year's grant	-	2,000
Donations	1,600	-
Total income	2,049,368	1,389,018
Expenditures:		
Operating grants and programs:		
Dance	398,625	334,080
Interdisciplinary	54,095	20,501
Literary Arts	87,339	54,460
Music and Opera	464,204	365,414
Theatre	492,235	408,331
Visual Arts	156,714	116,707
Total operating grants and programs	1,653,212	1,299,493
Administrative	162,653	138,153
Total expenditures	1,815,865	1,437,646
	233,503	(48,628)
Rescinded grant commitments	4,654	14,354
Excess of income over (under) expenditures before allocation to Deficit Reduction Program Reserve and Program Development Fund	238,157	(34,274)
Allocation to Deficit Reduction Program Reserve	(43,822)	-
Allocation to Program Development Fund	(150,000)	-
Excess of income over (under) expenditures for the year	$ 44,335	$ (34,274)

MANITOBA ARTS COUNCIL

Statement of Retained Income
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Retained income at beginning of year	$ 41,486	$ 75,760
Excess of income over (under) expenditures for the year	44,335	(34,274)
Retained income at end of year	$ 85,821	$ 41,486

MANITOBA ARTS COUNCIL

Statement of the Jack Hassard Memorial Trust
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance at beginning of year	$ 2,500	$ 2,500
Interest earned	380	285
	2,880	2,785
Paid to Portage la Prairie and District Arts Council	380	285
Balance at end of year	$ 2,500	$ 2,500

MANITOBA ARTS COUNCIL

Statement of Deficit Reduction Program Reserve
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance at beginning of year	$ 62,989	$ 107,613
Allocation from income and expenditures	43,822	-
Received from Government of the Province of Manitoba	115,000	-
	221,811	107,613
Payments made during year:		
Contemporary Dancers Inc.	12,745	44,624
Le Cercle Moliere Inc.	3,113	-
Manitoba Theatre Centre	30,455	-
Manitoba Chamber Orchestra	1,360	-
Manitoba Theatre Workshop	11,892	-
Winnipeg Centennial Folk Festival	4,390	-
The Royal Winnipeg Ballet	112,023	-
	175,978	44,624
Balance at end of year	$ 45,833	$ 62,989

MANITOBA ARTS COUNCIL

Notes to Financial Statements
for the year ended March 31, 1982

1. Accounting Policies

(a) Operating grants and program costs are reflected as expenditures in the accounts when funding is formally approved and committed by Council. Rescinded operating grant and program commitments are reflected in the period in which the decision is made.

(b) The Manitoba Arts Council is a member of the Western Lottery-Manitoba Distributor Inc. and is entitled to a one-fourth share of the Corporation's net income. The Council's policy is to reflect this income in its financial statements on a cash basis.

2. Special Projects Reserve

In 1978 the Council received $5,000 from the Province of Manitoba to be used for a project mutually acceptable to the Province and the Council. A mutually acceptable project to which the $5,000 was applied was selected in 1982. A grant in that amount was awarded to Le Centre Culturel Franco-Manitobain for the production of Les Batteux.

3. Deficit Reduction Program Reserve

In 1979 Council established this reserve to assist certain of its clients with deficit reduction programs on a matching dollar grant basis. In 1982, $43,822 was allocated to the reserve from income and expenditures and the Province of Manitoba awarded $115,000 to Council for the program.

4. Program Development Fund

A Program Development Fund was established by the Council to initiate new programs and expand existing programs which are developmental in nature and which have been identified by the Council as a priority.

5. General Grant

The General Grant from the Province of Manitoba of $912,500 includes an amount of $15,000 as a specific grant to cover a portion of the long-term commitment of the Province to assist in retiring the 1973-74 accumulated deficit of the Royal Winnipeg Ballet. This grant was paid to the Royal Winnipeg Ballet by the Council prior to March 31, 1982. Two annual installments remain to be paid to satisfy this long-term commitment.

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Dance		
Operating grants to organizations:		
Contemporary Dancers Inc.	$ 73,000	$ 41,000
The Royal Winnipeg Ballet:		
General	275,000	240,000
Deficit (Note 5)	15,000	15,000
The School of the Royal Winnipeg Ballet	12,500	10,000
Sub-total	375,500	306,000
Arts Exposure program, net of amount recovered from schools/communities (1982 - $2,470; 1981 - $3,225)	17,975	9,355
Creative Arts program	4,150	10,525
Student Aid program	1,000	1,200
Touring program	-	7,000
Total	398,625	334,080
Interdisciplinary		
Arts Exposure program	21,662	18,067
Touring program:		
Contact program	23,896	2,434
Touring subsidies	6,300	-
Special projects	2,237	-
Total	54,095	20,501

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Literary Arts		
Operating block grants to publishers	$ 37,438	$ -
Arts Exposure program, net of amount recovered from schools/communities (1982-$3,084; 1981-$2,128)	12,933	10,710
Creative Arts program	29,820	43,750
Special projects	7,148	-
Total	87,339	54,460
Music and Opera		
Operating grants to organizations:		
Aurora Musicale	3,000	2,500
Canadian Music Competition	2,000	2,000
Manitoba Chamber Orchestra Inc.	10,000	9,000
Manitoba Opera Association Inc.	65,000	51,000
Music Inter Alia	6,000	5,500
National Youth Orchestra	1,250	1,250
S.C. Eckhardt-Gramatte Competition	4,000	4,000
Winnipeg Symphony Orchestra Limited	260,000	209,000
Winnipeg Centennial Folk Festival	25,000	-
Sub-Total	376,250	284,250
Arts Exposure program, net of amount recovered from schools/communities (1982-$6,175; 1981-$5,808)	21,448	25,159
Creative Arts program	18,304	20,312
Student Aid program	22,800	14,200
Touring program	6,102	11,493
Special projects	19,300	10,000
Total	464,204	365,414

MANITOBA ARTS COUNCIL

Schedule of Operating Grants and Program Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Theatre		
Operating grants to organizations:		
Interlake Festival:		
General	$ -	$ 15,000
Deficit	-	13,436
Le Cercle Moliere Inc.	35,000	30,000
Manitoba Puppet Theatre	20,000	15,000
Manitoba Theatre Centre	240,000	200,000
Prairie Theatre Exchange	45,000	35,200
National Theatre School of Canada	1,500	1,000
Rainbow Stage Inc.	65,000	59,000
Sub-total	406,500	368,636
Arts Exposure program, net of amount recovered from schools/communities (1982-$6,100; 1981-$4,480)	27,856	11,385
Creative Arts program	27,729	13,449
Student Aid program	6,600	1,000
Touring program	8,550	8,861
Special projects	15,000	5,000
Total	492,235	408,331
Visual Arts		
Operating grants to organizations:		
Arthur Street Gallery/Plug In Inc.	15,000	12,000
Canadian Artists Representation (Manitoba)	7,500	4,500
Winnipeg Film Group	6,980	-
Sub-total	29,480	16,500
Arts Exposure program, net of amount recovered from schools/communities (1982-$4,625; 1981-$3,798)	11,615	19,460
Creative Arts program	82,767	67,576
Student Aid program	6,100	4,500
Touring program	-	1,376
Special projects	26,600	7,250
Ten Cent Art program	152	45
Total	156,714	116,707
Total operating grants and program expenditures	$ 1,653,212	$ 1,299,493
Summary		
Operating grants	$ 1,225,168	$ 975,386
Program expenditures	428,044	324,107
	$ 1,653,212	$ 1,299,493

MANITOBA ARTS COUNCIL

Schedule of Administrative Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advertising	$ 1,413	$ 820
Bank charges	81	29
Consultants fees	8,530	8,506
Council meetings	2,995	2,033
Equipment rentals	215	203
Furniture and equipment	1,648	1,556
Insurance	197	248
Miscellaneous	1,896	1,117
Office rent	4,020	4,020
Office supplies	1,505	1,346
Printing and stationery	10,844	5,704
Professional fees	2,975	2,590
Salaries and benefits	115,914	101,569
Staff development	465	-
Telephone	2,288	1,884
Travel - council members	2,531	2,098
Travel - staff	5,136	4,430
Total administrative expenditures	$ 162,653	$ 138,153

Bromberg & co.
CHARTERED ACCOUNTANTS

WILFRED BROMBERG, C.A.
METRO CHEREWYK, B.COMM., C.A.
JAMES G. M. SCOLLAN, C.A.
MEL L. VERIN, B.A., C.A.

Manitoba Boxing and Wrestling Commission
302 - 379 Broadway Avenue
Winnipeg, Manitoba

We have reviewed the records and accounts of the Manitoba Boxing and Wrestling Commission and now submit the following statements prepared therefrom as at or for the year ended March 31, 1982:

	Exhibit
Balance Sheet	A
Statement of Revenues, Expenditures and Surplus	B
Notes to Financial Statements	C

Auditor's Report

We have examined the balance sheet of the Manitoba Boxing and Wrestling Commission as at March 31, 1982 and the statement of revenue, expenditure and surplus for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the Manitoba Boxing and Wrestling Commission as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Commission.

Bromberg & Co
Chartered Accountants

June 1, 1982
Winnipeg, Manitoba
WB/mak

305-259 PORTAGE AVENUE, WINNIPEG, CANADA R3B 2A9
TELEPHONE (204) 943-2407

Exhibit A

Manitoba Boxing and Wrestling Commission
Balance Sheet
As at March 31, 1982
(with comparative figures for 1981)

Assets		1982	1981
Cash on hand		$ 355.27	$ 783.73
Cash in bank - chequing		1,674.90	2,706.76
- savings	- note (2)	548.06	500.00
- term deposits	- note (1)	77,591.18	62,000.00
Accrued interest receivable - term deposits		2,184.31	1,403.92
		$ 82,353.72	$ 67,394.41

Liabilities and Surplus		1982	1981
Bank - outstanding cheques		$ 304.22	$ 1,040.00
Accounts payable		300.00	
Performance bond deposits	- note (2)	548.06	1,000.00
Total liabilities		1,152.28	2,040.00
Surplus	- exhibit B	81,201.44	65,354.41
		$ 82,353.72	$ 67,394.41

Exhibit B

Manitoba Boxing and Wrestling Commission
Statement of Revenues, Expenditures and Surplus
For the year ended March 31, 1982
(with comparative figures for 1981)

	1982	1981
Revenues		
Percentage of gross proceeds from exhibitions, licences and permit fees	$ 8,802.70	$ 10,089.51
Interest income - term deposits	11,371.57	2,550.50
- Minister of Finance - note (3)	4,981.62	
Total revenue	25,155.89	12,640.01
Expenditures		
Audit	1,350.00	1,300.00
Bank charges	36.96	21.00
Donation - Manitoba Amateur Boxing Association	200.00	
Honoraria	3,600.00	3,600.00
Memberships and dues	303.63	420.50
Meetings and conventions	920.34	867.47
Printing and office supplies	229.36	350.82
Referees and officials	1,780.00	1,590.00
Secretarial services	600.00	120.00
Telephone, postage and telegraph	288.57	72.38
Total expenditures	(9,308.86)	(8,342.17)
Revenues over expenditures	15,847.03	4,297.84
Surplus, beginning of year	65,354.41	61,056.57
Surplus as at March 31, 1982 to exhibit A	$ 81,201.44	$ 65,354.41

Exhibit C

Manitoba Boxing and Wrestling Commission
Notes to Financial Statements
As at March 31, 1982

Note (1) Term deposits consists of the following:

			Amount	Accrued Interest
Bank of Montreal	14½%	due May 12, 1982	$ 5,000.00	$ 152.26
Fidelity Trust	15½%	due May 21, 1982	72,591.18	2,032.05
Totals to exhibit A			$ 77,591.18	$ 2,184.31

Note (2) Performance bond deposits are deposited in an interest bearing savings account. The interest earned is to be paid to the promoter upon refund of the deposit.

Note (3) Interest income from the Minister of Finance totalling $4,981.62 represents interest earned on the Manitoba Boxing and Wrestling Commission's trust account balance with the Minister for the period March 5, 1980 to November 30, 1980.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA CENTENNIAL CENTRE CORPORATION

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Centennial Centre Corporation have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The "305 children" referred to in Note 3 was taken from a statement provided by the Vital Statistics Branch of Manitoba and was not audited.

Subject to the preceding comment, in our opinion, the financial statements, being Exhibit A, B, C and Schedules 1 to 6, together with the notes thereto, present fairly the financial position of The Manitoba Centennial Centre Corporation as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 26, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA CENTENNIAL CENTRE CORPORATION

BALANCE SHEET

as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Cash on hand and in bank	$120,646	$135,993
Term deposits - Province of Manitoba (Note 2)	407,770	311,323
Accounts receivable:		
Province of Manitoba	15,533	6,656
Other	59,470	151,661
	75,003	158,317
Inventory of bar supplies, at cost	11,093	12,949
Prepaid expenses	9,442	8,104
	$623,954	$626,686
LIABILITIES		
Cheques issued and outstanding	$ 48,253	$ 77,640
Accounts payable	114,695	89,020
Loan payable	-	77,815
Accrued wages	56,846	48,888
Deposits on rentals	7,650	3,875
	227,444	297,238
Trust accounts:		
The Maitland Steinkopf Youth Fund, Schedule 2	47,445	40,077
The Manitoba Centennial Citizens' Campaign, Schedule 3	9,433	8,316
The Manitoba Centennial Foundation of the Future, Schedule 4 (Note 3)	8,254	7,243
	65,132	55,636
Reserve for Deductible Costs on Insurance Claims, Schedule 5 (Note 4)	15,000	15,000
Funds Retained for Working Capital and Future Operations, Exhibit B	316,378	258,812
	$623,954	$626,686

Exhibit B

THE MANITOBA CENTENNIAL CENTRE CORPORATION

FUNDS RETAINED FOR WORKING CAPITAL AND FUTURE OPERATIONS

as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$258,812	$148,777
Revenues over Expenditures for the fiscal year, Exhibit C	57,566	110,035
Balance - end of year, Exhibit A	$316,378	$258,812

Exhibit C

THE MANITOBA CENTENNIAL CENTRE CORPORATION

STATEMENT OF REVENUES AND EXPENDITURES

for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenues:		
Rentals:		
Concert Hall	$ 274,779	$ 289,379
Office space	34,111	32,981
Restaurant facilities	42,537	34,815
Bar sales	170,746	176,204
Parking fees	259,869	226,846
Checkroom fees	6,883	6,987
Concession revenue	10,057	8,910
Investment income	51,074	32,179
Miscellaneous income	4,587	1,047
	854,643	809,348
Government of Manitoba grant	851,500	1,086,400
Recovery of expenditures:		
Museum of Man and Nature (Note 5)	607,200	307,200
Others	54,987	59,916
	662,187	367,116
Total revenues, grants and recoveries	2,368,330	2,262,864
Expenditures, Schedule 1:		
Administration and general	268,185	253,545
Bar operations	112,131	106,715
Concert Hall front of house (Note 6)	103,008	77,450
Building services and maintenance	1,308,365	1,157,265
Parking service	130,734	211,480
Security service	236,305	200,596
Stage operations	152,036	140,778
	2,310,764	2,147,829
Revenues over expenditures	57,566	115,035
Appropriation to Reserve for Deductible Costs on Insurance Claims, Schedule 5 (Note 4)	-	(5,000)
Revenues over expenditures for the fiscal year, Exhibit B	$ 57,566	$ 110,035

Schedule 1

THE MANITOBA CENTENNIAL CENTRE CORPORATION

SCHEDULE OF EXPENDITURES

for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Administration and general:		
Salaries and employee benefits	$ 217,952	$ 205,743
Insurance	14,544	15,836
Telephone	10,402	10,419
Printing and stationery	6,116	5,774
Audit and legal fees	7,025	6,850
Other	12,146	8,923
	268,185	253,545
Bar operations:		
Salaries and employee benefits	39,189	37,915
Cost of beverages sold	65,776	59,144
Other	7,166	9,656
	112,131	106,715
Concert Hall front of house: (Note 6)		
Salaries and employee benefits	67,356	50,823
Transportation allowances and other	35,652	26,627
	103,008	77,450
Building services and maintenance:		
Salaries and employee benefits	679,581	629,390
Light, power and water	238,927	238,057
Heat	181,314	144,051
Repairs, maintenance and supplies	135,176	91,912
Minor capital expenditures	32,346	15,997
Other	41,021	37,858
	1,308,365	1,157,265

Schedule 1

THE MANITOBA CENTENNIAL CENTRE CORPORATION

SCHEDULE OF EXPENDITURES

for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Parking service:		
Salaries and employee benefits	$ 51,686	$ 40,033
Agency fees and expenses	72,624	58,959
Capital development costs	-	97,510
Interest and other	6,424	14,978
	130,734	211,480
Security service:		
Salaries and employee benefits	224,647	192,204
Other	11,658	8,392
	236,305	200,596
Stage operations:		
Salaries and employee benefits	125,924	113,457
Repairs, supplies and equipment	26,112	27,321
	152,036	140,778
Total expenditures, Exhibit C	$2,310,764	$2,147,829

Schedule 2

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MAITLAND STEINKOPF YOUTH FUND TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$ 40,077	$ 35,484
Revenue:		
Investment income	7,818	4,993
	47,895	40,477
Expenditure:		
Joint Veterans' Association of Greater Winnipeg	450	400
Balance - end of year, Exhibit A	$ 47,445	$ 40,077
Represented by:		
Amount in term deposit	$ 47,445	$ 40,077

Schedule 3

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MANITOBA CENTENNIAL CITIZENS' CAMPAIGN TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$ 8,316	$ 13,365
Revenue:		
Collections on pledges:		
Campaign '70	-	1,300
Investment income	1,522	1,585
	1,522	2,885
	9,838	16,250
Expenditure:		
Administration costs	405	924
Transferred to The Manitoba Centennial Foundation of the Future Trust Account, Schedule 4	-	7,010
	405	7,934
Balance - end of year, Exhibit A	$ 9,433	$ 8,316
Represented by:		
Cash in bank less outstanding cheques	$ 312	$ 40
Amount in term deposits	9,121	8,276
Totals	$ 9,433	$ 8,316

Schedule 4

THE MANITOBA CENTENNIAL CENTRE CORPORATION

THE MANITOBA CENTENNIAL FOUNDATION OF THE FUTURE TRUST ACCOUNT

Summary of Transactions
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year (Note 3)	$ 7,243	$ 7,010
Revenue:		
Investment income	1,011	233
Balance - end of year, Exhibit A	$ 8,254	$ 7,243
Represented by:		
Amount in term deposit	$ 8,254	$ 7,243

Schedule 5

THE MANITOBA CENTENNIAL CENTRE CORPORATION

RESERVE FOR DEDUCTIBLE COSTS ON INSURANCE CLAIMS

Summary of Transactions
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$ 15,000	$ 10,000
Amount appropriated from current operations, Exhibit C	-	5,000
Balance - end of year, Exhibit A (Note 4)	$ 15,000	$ 15,000

Schedule 6

THE MANITOBA CENTENNIAL CENTRE CORPORATION

CAPITAL PROJECTS ACCOUNT

Summary of Transactions
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$ -	$ -
Revenue:		
Capital grants from the Province of Manitoba	119,597	99,106
Expenditure:		
Chilled Water Line Replacement	-	23,387
Roof Replacement and Repairs - Museum Building	-	24,027
Redesign and Development - Concert Hall Entrance Area	-	24,697
Insulation Repairs and Improvements - Museum Research Tower and Nonsuch Link	-	5,232
Smoke and Fire Alarm System - 11 Lily Street	-	6,563
Paving - Steinkopf Gardens Courtyard	-	15,200
Air Handling and Heat Recovery Systems - Museum	9,000	-
Carpet Replacement - Concert Hall	35,949	-
Closed Circuit Television - City Hall Tunnel	4,500	-
Stage Drapery Replacement	9,565	-
Upgrading of Exterior Walls - Museum Tower Building	45,140	-
Window Caulking	15,443	-
Total expenditure of capital grants	119,597	99,106
Balance - end of year	$ -	$ -

THE MANITOBA CENTENNIAL CENTRE CORPORATION

Notes to Financial Statements
March 31, 1982

1. Accounting Policies

The Corporation's financial statements have been prepared using the accrual basis of accounting except for capital acquisitions and pension payments.

Capital acquisitions are recognized as operating expenditures in the year of acquisition and those funded separately by special capital grants from the Province of Manitoba have been segregated from operating transactions and reflected separately on Schedule 6.

Pension payments are recognized as operating expenditures only as payments are made under provisions of the Manitoba Civil Service Superannuation Act. The provisions of this Act require the Corporation to contribute 50% of the pension payments being made to retired employees. A provision has not been made in the accounts of the Corporation to fund current or past service obligations to the Civil Service Superannuation Fund. An actuarial report as at December 31, 1980 calculated the value of these liabilities at $393,600. This figure was based on a calculation which provided no allowance for future increases in pension due to increases in the cost of living. Based on a formula set out in the report, the figure at December 31, 1981 amounts to $488,000.

2. Funds invested with the Province of Manitoba in term deposits as at March 31, 1982, including accrued interest, are as follows:

	Term Deposits	Accrued Interest	Total
Certificates maturing in 90 Days			
Operating Funds	$335,000	$7,950	$342,950
Maitland Steinkopf Youth Fund	46,370	1,075	47,445
Manitoba Centennial Citizens' Campaign	9,000	121	9,121
Five Year Certificate maturing December 31, 1985			
Manitoba Centennial Foundation of the Future	7,988	266	8,254
Totals	$398,358	$9,412	$407,770

3. In 1969, the Manitoba Centennial Corporation established the "Foundation of the Future". The Board of Directors of the Foundation is to be composed of children born on six special dates in 1970, Manitoba's

centennial year. The terms of the Foundation's establishment provide that the Board of Directors is to meet on July 15 in the year 2000 when the use of the fund is to be determined. The amount of the original trust was established at $3,050.00 based on $10.00 for each of the 305 children born on the dates in question. Based on five year deposit rates with the Province, the trust increased to $7,010 as at December 31, 1980. The further increase in the Trust to $8,254 at March 31, 1982 is shown in Schedule 4.

4. The insurance program of the Corporation contains a deductible clause requiring the Corporation to pay the first $5,000 on any one claim with a maximum of $15,000 in any one year. The Corporation has set aside $5,000 per year in a reserve to meet future costs incurred as a result of this deductible feature. The reserve has accumulated to the maximum requirement of $15,000 and, as long as the conditions of the insurance coverage are unchanged, it will be maintained at this level.

5. Operating and maintenance costs include the provision of service to the Centennial Centre as a whole including the Museum of Man and Nature and other organizations located within the Centre. In accordance with a policy of government, annual payments from the Museum of Man and Nature for operating costs had been unchanged for several years. In the year 1981/82, the policy was modified by increasing the recoveries to $607,200 which is closer to the cost of services estimated during this year at $719,000.

6. Expenditures designated as "Concert Hall front of house" consist of checkroom, usherette and doorman services.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA CROP INSURANCE CORPORATION

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Crop Insurance Corporation have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, C, D, E and Schedules 1 and 2, together with the notes thereto, present fairly the financial position of The Manitoba Crop Insurance Corporation as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 23, 1982,
Winnipeg, Manitoba.

EXHIBIT A

THE MANITOBA CROP INSURANCE CORPORATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
General Crop Insurance		
Cash on deposit with the Minister of Finance and in bank	$ 2,748,831	$ 3,750,433
Premiums receivable:		
Due from insured persons	1,217,088	583,007
Accrued interest	126,009	55,245
	1,343,097	638,252
Amounts receivable from Reinsurance Funds (Note 2(C)):		
Canada for Manitoba	-	331,317
Manitoba	804,555	156,603
	804,555	487,920
Accounts receivable - Government of the Province of Manitoba	69	35,427
Accounts receivable - Other	780	1,620
Due from Hail Insurance	76,004	32,850
Prepaid expenses	8,268	11,928
	$ 4,981,604	$ 4,958,430
Hail Insurance		
Cash on deposit with the Minister of Finance and in bank	$ 163,719	$ 507,517
Premiums receivable:		
Due from insured persons	272,951	106,540
Accrued interest	24,175	8,909
	297,126	115,449
	$ 460,845	$ 622,966
	$ 5,442,449	$ 5,581,396

EXHIBIT A

THE MANITOBA CROP INSURANCE CORPORATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

LIABILITIES AND RESERVES

	1982	1981
General Crop Insurance		
Reinsurance premiums payable (Note 2(C)):		
Government of Canada	$ 637,307	$ 230,751
Government of the Province of Manitoba	637,307	230,751
	1,274,614	461,502
Advance from the Government of the Province of Manitoba (Note 3)	3,400,000	-
Indemnities and other accounts payable (Note 4)	306,410	4,494,475
Premiums collected in advance	580	2,453
Reserve for the Payment of Indemnities, Exhibit D	-	-
	$ 4,981,604	$ 4,958,430
Hail Insurance		
Due to General Crop Insurance	$ 76,004	$ 32,850
Advance from the Government of the Province of Manitoba	500,000	500,000
Reserve for Payment of Indemnities (deficit) Exhibit E	(115,159)	90,116
	$ 460,845	$ 622,966
	$ 5,442,449	$ 5,581,396

EXHIBIT B

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of Revenue and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Premiums:		
Insured persons	$ 12,035,890	$ 9,763,057
Government of Canada (Note 2(B))	11,234,497	9,852,353
	23,270,387	19,615,410
Filing fee	9,770	6,675
Administrative expenses charged to the Government of the Province of Manitoba, Schedule 1 (Note 2(D))	3,148,538	3,674,561
Interest on cash balances, on funds invested with the Minister of Finance, and on notes for premiums	205,472	1,611,217
Total revenue	26,634,167	24,907,863
Expenditure:		
Administrative expenses, Schedule 1 (Note 2(D))	3,148,538	3,674,561
Reinsurance premiums (Note 2(C):		
Government of Canada	3,370,349	1,477,853
Government of the Province of Manitoba	3,370,349	1,477,853
Discount allowed for prompt payment of premiums	220,336	229,118
Indemnities	18,770,255	55,288,685
Total expenditure	28,879,827	62,148,070
Revenue under expenditure, Exhibit D	$ 2,245,660	$ 37,240,207

EXHIBIT C

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of Revenue and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Premiums charged to insured persons at established rates	$ 2,273,063	$ 1,552,266
Charges for credit privileges	52,601	29,019
Interest on cash balances, on deposit with the Minister of Finance, and on notes for premiums	39,038	20,962
Total revenue	2,364,702	1,602,247
Expenditure:		
Administrative expenses, Schedule 2	298,572	199,635
Indemnities	2,266,444	1,042,709
Total expenditure	2,565,016	1,242,344
Revenue (under) over expenditure, Exhibit E	$ (200,314)	$ 359,903

EXHIBIT D

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of the Reserve for the Payment of Indemnities
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year	$ -	$ 19,389,554
Less:		
Adjustment of prior years' premiums	14,791	8,353
Doubtful premium collections	25,379	20,580
	40,170	28,933
	(40,170)	19,360,621
Add:		
Revenue under expenditure, Exhibit B	(2,245,659)	(37,240,207)
	(2,285,829)	(17,879,586)
Less recovered from reinsurance funds (Note 2(C)):		
Manitoba	2,094,744	9,079,520
Canada for Manitoba	191,085	8,800,066
	2,285,829	17,879,586
Balance - end of year, Exhibit A	$ -	$ -

EXHIBIT E

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of the Reserve for the Payment of Indemnities
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance - beginning of year (deficit)	$ 90,116	$ (268,278)
Less:		
Adjustment of prior years' premiums	388	-
Doubtful premium collections	4,573	1,509
	4,961	1,509
	85,155	(269,787)
Add:		
Revenue (under) over expenditure, Exhibit C	(200,314)	359,903
Balance - end of year (deficit) Exhibit A	$ (115,159)	$ 90,116

SCHEDULE 1

THE MANITOBA CROP INSURANCE CORPORATION

General Crop Insurance
Statement of administrative expenses
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advertising and publicity	$ 37,500	$ 19,744
Agents' and adjustors' in-service training	25,748	43,955
Appeal tribunal	4,004	2,214
Audit fee	15,770	11,420
Contract sales and servicing	39,491	23,148
Corporation capital tax	(38,062)	49,153
Data processing charges	122,172	116,243
Directors' remuneration and expenses	23,851	18,068
District offices' rentals and miscellaneous	24,420	21,367
Employee benefits	79,597	69,451
Employee relocation	17,673	18,228
Employer share of pensions (Note 2(E))	26,768	21,205
Equipment rentals	47,997	36,253
Furniture and equipment purchases (Note 2(F))	13,043	50,639
Legal fees	9,696	9,337
Loss adjustors' fees and expenses	877,692	1,369,805
Miscellaneous	5,601	5,786
Salaries	1,475,870	1,339,472
Salaries - Temporary clerical assistance	86,910	157,359
Special studies	7,203	8,003
Stationery, postage and office supplies	93,609	126,970
Telephone	30,403	34,204
Travelling	106,242	112,822
Workers' compensation	15,340	9,715
Total administrative expenses, Exhibit B	$ 3,148,538	$ 3,674,561

SCHEDULE 2

THE MANITOBA CROP INSURANCE CORPORATION

Hail Insurance
Statement of administration expenses
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advertising and publicity	$ 576	$ 151
Agents' and adjustors' in-service training	9,343	5,490
Appeal tribunals	694	-
Audit fee	1,391	1,200
Data processing charges	21,050	16,481
Directors' remuneration and expenses	2,005	1,282
District offices' rentals and miscellaneous	2,052	1,517
Employee benefits	6,690	4,929
Employee relocation	1,485	1,294
Equipment rentals	7,663	2,573
Furniture and equipment purchases (Note 2(F))	984	482
Legal fees	887	663
Loss adjustors' fees and expenses	82,853	29,969
Miscellaneous	474	419
Salaries	124,040	95,075
Salaries - Temporary clerical assistance	7,304	11,169
Special studies	-	500
Stationery, postage and office supplies	16,308	15,316
Telephone	2,555	2,428
Travelling	8,929	8,008
Workers' compensation	1,289	689
Total administrative expenses, Exhibit C	$ 298,572	$ 199,635

THE MANITOBA CROP INSURANCE CORPORATION

Notes to Financial Statements

March 31, 1982

1. **Authority**

The Manitoba Crop Insurance Corporation is incorporated under a specific Statute of the Province of Manitoba, being Chapter C-310 of the Revised Statutes of Manitoba, 1970.

2. **Significant Accounting Policies**

(A) **Programs**

The Corporation operates general crop and hail crop insurance programs for Manitoba farmers and accounts for these programs separately.

(B) **Premiums - General Crop Insurance**

An agreement between the Governments of the Province of Manitoba and Canada provides for the matching, by Canada, of crop insurance premiums collected from insured persons. The Corporation recognizes as revenue all premiums on crop policies earned during the year, including the matching portion collected from Canada. The insurance premium rates are adjusted annually on the basis of a break-even position being maintained over 25 years of crop losses' experiences.

(C) **Reinsurance Funds**

In accordance with the terms of a reinsurance agreement between the Governments of Manitoba and Canada and the Corporation, indemnities for general crop insurance in excess of the Corporation's Reserve are recovered from Reinsurance Funds maintained by Manitoba and Canada. The Governments of Manitoba and Canada credit reinsurance premiums received and charge payments made on account of indemnities to the Funds. Interest is neither credited nor charged to the Funds.

The changes in the Reinsurance Funds for the year ended March 31, exclusive of the amounts payable and receivable as shown on the Balance Sheet, were as follows:

	Reinsurance Funds	
	Manitoba	Canada for Manitoba
Balances, March 31, 1981	$ 1,058,462	$ 4,997,464
Add:		
Reinsurance premiums	2,963,793	2,963,793
	4,022,255	7,961,257
Less:		
Payments on account of indemnities	1,446,792	522,403
Balances, March 31, 1982	$ 2,575,463	$ 7,438,854

2. (D) **Administrative Expenses**

The agreement between the Governments of the Province of Manitoba and Canada, referred to in section (B) of this note, also stipulates that all administrative expenses relating to the general crop insurance program will be met by the Province of Manitoba. Certain of these costs are common to both the general crop insurance and hail insurance programs and are allocated on a basis approved by the Corporation's Board of Directors. The Corporation's head office and certain of its field office accommodations are provided by the Province of Manitoba at no charge to the Corporation.

(E) **Pensions**

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation employees amounted to $762,000 as at December 31, 1981.

(F) **Fixed Assets**

Furniture and equipment purchases are charged to operations in the year of acquisition.

3. Advance from the Government of the Province of Manitoba

When necessary, there is provision for the Corporation to receive temporary working capital advances to be used for the payment of indemnities. These advances will be repaid as and when final payments on premiums are received by the Corporation.

4. Indemnities and other accounts payable

These liabilities consist of the following:

	March 31	
	1982	1981
Indemnities payable	$ 252,132	$ 4,152,690
Indemnity claims received but not assessed as yet	47,000	300,000
Other accounts payable	7,278	41,785
	$ 306,410	$ 4,494,475

ARTHUR ANDERSEN & CO.
CHARTERED ACCOUNTANTS

To the Board of Commissioners of
Manitoba Data Services:

We have examined the balance sheet of MANITOBA DATA SERVICES as of March 31, 1982 and 1981, and the related statements of operations, retained earnings and changes in financial position for the years then ended. Our examinations were made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the accompanying financial statements present fairly the financial position of Manitoba Data Services as of March 31, 1982 and 1981, and the results of its operations and the changes in its financial position for the years then ended in accordance with the basis of accounting described in Note 1 consistently applied during the periods.

Arthur Andersen & Co.

Chartered Accountants

Winnipeg, Manitoba
May 14, 1982.

MANITOBA DATA SERVICES

BALANCE SHEET

ASSETS

	March 31 1982	March 31 1981
	(Thousands of Dollars)	
CURRENT ASSETS		
Cash	$ 382	$ (176)
Accounts receivable	2,379	2,887
Prepaid expenses	36	25
Investment with Province of Manitoba	4,060	1,750
	6,857	4,486
NET INVESTMENT IN LEASE (Note 2)	613	733
FIXED ASSETS — at cost		
Leasehold improvements	1,108	1,087
Computer equipment	9,735	9,826
Capital Lease (Note 2)	3,216	3,216
Furniture and fixtures	405	372
	14,464	14,501
Less accumulated depreciation	7,589	4,626
	6,875	9,875
OTHER ASSETS — at cost		
Proprietary software	1,400	1,201
Deferred expenses	942	942
	2,342	2,143
Less accumulated amortization	1,576	1,141
	766	1,002
Total Assets	$15,111	$16,096

LIABILITIES AND ACCUMULATED DEFICIT

	March 31 1982	March 31 1981
	(Thousands of Dollars)	
CURRENT LIABILITIES		
Accounts payable	$ 398	$ 437
Current Portion of Long-Term Lease Obligations	1,731	1,914
Current Portion of Advances from Province of Manitoba	849	772
	2,978	3,123
LONG-TERM LIABILITIES		
Lease obligations (Note 4)	2,587	4,319
Advances from the Province of Manitoba (Note 3)	10,678	11,527
	13,265	15,846
ACCUMULATED DEFICIT	(1,132)	(2,873)
Total Liabilities	$15,111	$16,096

The accompanying notes are an integral part of these statements.

M S Anderson

M.G. Anderson,
Chairman

R.P. Gannon,
Board Member

NOTES TO FINANCIAL STATEMENTS

March 31, 1982

1. SIGNIFICANT ACCOUNTING POLICIES

a. BASIS OF ACCOUNTING

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles except for the accounting for pension costs as set out in the following paragraph.

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded liability for the Corporation's employees amounted to $975,000 as at December 31, 1981.

b. DEPRECIATION AND AMORTIZATION

Depreciation and amortization are calculated using the straight-line method based on the estimated useful lives of the assets, which are:

Computer equipment	—	3 to 6 years
Furniture and fixtures	—	5 to 10 years
Leasehold improvements	—	3 to 5 years
Proprietary software	—	3 to 5 years

c. DEFERRED EXPENSES

Deferred expenses include the costs incurred in integrating the data processing of new clients and are amortized to operations on a straight-line basis over five years.

d. LEASE OBLIGATIONS

Long-term leases that are financing in nature are capitalized. The assets leased are included in fixed assets in the financial statements. Lease obligations represent the capital portion of future lease payments less the current portion of the leases payable which is included in accounts payable. The amounts included in fixed assets in respect of leased assets are $10,372,000 cost and $5,330,000 accumulated depreciation. The lease agreements expire between 1982 and 1986 and bear interest rates ranging from 11¾% to 17½%. With the exception of the lease referenced in Note 2, at the end of the lease periods Manitoba Data Services will own the equipment.

e. REVENUE RECOGNITION

Revenue is recognized on the following basis:

1) Data processing services - as the services are provided.
2) Systems development - by applying the percentage of completion of the contract at the fiscal year-end to the total fee for the contract.

2. NET INVESTMENT IN LEASE AND CAPITAL LEASE

In November 1980, Manitoba Data Services entered into an agreement for the lease of an IBM 3033 processor from Comdisco Canada Limited and the lease to Comdisco Canada Limited of an IBM 370/168 processor both for a period of five years at a net monthly rental of $59,750. As a result of this transaction the imputed value of the 370/168 was determined to be $769,273 resulting in a loss in carrying value of $625,472. The 3033 processor has been recorded as a capital lease at the fair market value including provincial sales tax at the time of acquisition.

3. ADVANCES FROM THE PROVINCE OF MANITOBA

At March 31, 1982, Manitoba Data Services advances from the Province of Manitoba were $11,527,000, including the current portion of $849,000. The debt is in Canadian funds and

MANITOBA DATA SERVICES

STATEMENT OF OPERATIONS

	For Year Ended March 31	
	1982	1981
	(Thousands of Dollars)	
REVENUES		
Operating —		
Data processing services	$14,030	$12,865
Systems development	214	244
Miscellaneous	503	461
	14,747	13,570
Operating revenues		
Gain or (loss) on sale of equipment	2	(547)
	14,749	13,023
EXPENSES		
Salaries and administration	5,665	4,679
Computer equipment rental and maintenance	2,549	2,594
Depreciation and amortization (Note 5)	3,555	2,802
Interest —		
Province of Manitoba (Note 3)	1,230	1,230
Other, net of investment income	9	345
	13,008	11,650
NET INCOME FOR THE YEAR	$ 1,741	$ 1,373

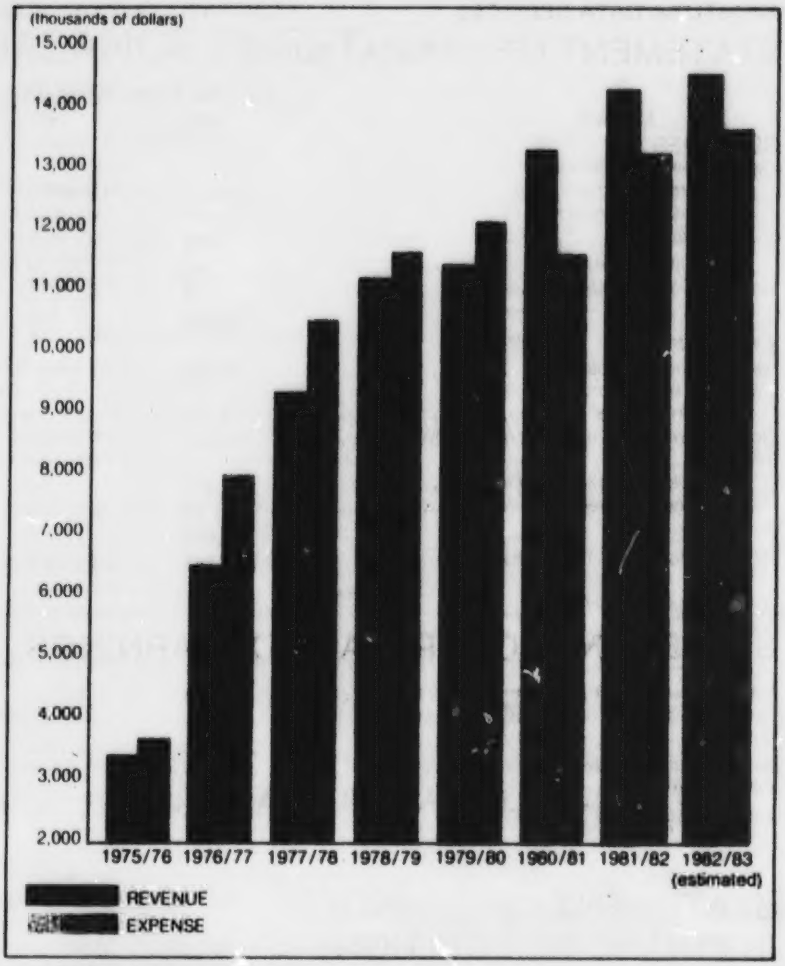
STATEMENT OF RETAINED EARNINGS

	1982	1981
Accumulated Deficit At Beginning of Year	$2,873	$4,135
Past Service Costs — Vested Sick Leave (Note 6)	—	(111)
		4,246
Restated Accumulated Deficit	2,873	
Net Income For The Year	1,741	1,373
Accumulated Deficit At End Of Year	$1,132	$2,873

STATEMENT OF CHANGES IN FINANCIAL POSITION

	For Year Ended March 31	
	1982	1981
	(Thousands of Dollars)	
SOURCES OF FUNDS		
From operations including charges which do not involve any outlay of funds	$5,287	$4,748
Sale of computer equipment	81	228
Total source of funds	$5,368	$4,976
USES OF FUNDS		
Acquisition of computer equipment and proprietary software	$ 334	$1,874
Furniture, fixtures and leasehold improvements	57	89
Long-term lease payments	1,612	2,016
Repayment of loan to Province of Manitoba	849	772
Increase in working capital	2,516	225
Total uses of funds	$5,368	$4,976

The accompanying notes are an integral part of these statements.



HISTORICAL COMPARISON OF REVENUE AND EXPENSE

For Year Ended March 31, 1982

bears interest at 10% payable at the rate of $2,001,629 per annum from 1983, through 1991.

4. COMMITMENTS

Commitments at March 31, 1982, relating principally to non-capitalized equipment leases, amount to $3.1 million, of which approximately $3,064,000 is payable in fiscal 1983.

The commitment in respect of long-term leases that have been capitalized (not included in the above mentioned commitment) is:

	Capital	Interest	Total
	(Thousands of Dollars)		
1983	$1,731	$ 550	$2,281
1984	1,188	328	1,516
1985	783	184	967
1986	617	42	659
	$4,319	$1,104	$5,423

5. COMPUTER DEPRECIATION

As a result of the decline in the resale value of IBM 3033 computers and in anticipation of the replacement of that equipment during 1982/83, the rate of depreciation on the equipment was accelerated. The effect on the net income for the year ended March 31, 1982, was to increase depreciation expense by $611,000.

6. PAST SERVICE COSTS - VESTED SICK LEAVE

Manitoba Data Services has a program wherein a portion of unused sick leave is vested to employees annually. The current portion of this program has been charged to expense, however, the costs for prior years amounting to $111,000 had not been recognized and have been charged to surplus as a past service cost, during 1981.

7. RELATED-PARTY TRANSACTIONS

Substantially all of the revenue earned by Manitoba Data Services and the related receivables are from departments of the Manitoba Government, its crown corporations and agencies.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA DEVELOPMENT CORPORATION

AUDITOR'S REPORT

I report that the financial statements of the Manitoba Development Corporation, a wholly-owned corporation of the Province of Manitoba, have been examined under my direction for the fiscal year ended March 31, 1982. The examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The net income before the provision for doubtful accounts and potential losses shown on the Statement of Operations in the amount of $3,037,153 includes $1,930,586 of interest paid by the Province from its Appropriation on term deposits of $12,259,864 as at March 31, 1982. These excess funds offset non-interest bearing share capital funded by the Province.

Subject to the comments in the preceding paragraph, in our opinion, the financial statements, being the Balance Sheet, Statement of Operations, Statement of Deficit, and Schedules 1, 2 and 3, together with the notes thereto, present fairly the financial position of the Manitoba Development Corporation as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except for the changes explained in note 4 to the financial statements, on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

February 14, 1983,
Winnipeg, Manitoba.

MANITOBA DEVELOPMENT CORPORATION
BALANCE SHEET
as at March 31, 1982

	1982	1981
ASSETS		
Part I		
Cash in bank	$ 85,761	$ 9,961
Short term deposits with the Province of Manitoba	12,259,864	9,440,709
Advance to the Province of Manitoba on account of interest under Part II (Note 5)	570,904	243,000
Costs re The Pas Forestry Complex - Recoverable from the Province of Manitoba (Note 3(c))	16,951	242,792
Loans receivable, less allowance for doubtful accounts Schedule 3	10,867,332	11,148,392
Equity investments and related loan receivable, Schedule 1, less allowance for potential losses Schedule 3	11,818,927	9,917,212
Properties held for resale, at the lower of cost or estimated realizable value	235,401	257,455
Office furniture at cost less accumulated depreciation $55,285 (1981 - $54,328)	2,962	2,821
	$ 35,858,102	$ 31,262,342
Part II		
Loans receivable authorized by the Province of Manitoba under Part II of the Development Corporation Act	$ 4,487,500	$ 3,000,000
Loan interest receivable	693,411	243,000
	$ 5,180,911	$ 3,243,000

	1982	1981
LIABILITIES		
Part I		
Accounts payable	$ 6,464	$ 18,149
Amount due to the Communities Economic Development Fund (Note 4(b))	171,400	28,201
	177,864	46,350
SHAREHOLDER'S EQUITY		
Capital Stock:		
Authorized:		
500,000 shares, par value $100 each issued and fully paid 500,000 shares	50,000,000	50,000,000
Deficit	(14,319 762)	(18,784,008)
	35,680,238	31,215,992
	$ 35,858,102	$ 31,262,342
Part II		
Accounts payable	$ 693,411	$ 243,000
Advances from the Province of Manitoba under Part II of the Development Corporation Act	4,487,500	3,000,000
	$ 5,180,911	$ 3,243,000

MANITOBA DEVELOPMENT CORPORATION
Statement of Operations
for the year ended March 31, 1982

	1982	1981
Income:		
Interest:		
Loans - Part I	$ 1,459,358	$ 1,533,403
- Part II	572,039	453,247
Term deposits	1,930,586	1,086,275
	3,961,983	3,072,925
Rental income - net	11,709	12,832
Grants received (Note 6)	8,718	-
Guarantee fees (Note 4(c))	-	46,042
	3,982,410	3,131,799
Expense:		
Interest - Province of Manitoba - Part II	572,039	453,247
Salaries (Note 4)	39,282	96,951
Other expenses (Note 4)	156,655	414,374
Consultants' fees and expenses re: transportation studies (Note 6)	177,281	-
	945,257	964,572
Net income before the following:	3,037,153	2,167,227
Provision for doubtful accounts and potential losses on investments, Schedule 3	(2,245,900)	(1,013,800)
Net income for the year	5,283,053	3,181,027
Less: Subsidy to the Communities Economic Development Fund (Note 4(b))	818,807	28,201
Transfer to Deficit	$ 4,464,246	$ 3,152,826

MANITOBA DEVELOPMENT CORPORATION
Statement of Deficit
for the year ended March 31, 1982

	1982	1981
Balance - beginning of year	$ 18,784,008	$ 21,936,834
Transfer from operations	4,464,246	3,152,826
Balance - end of year	$ 14,319,762	$ 18,784,008

Schedule 1

MANITOBA DEVELOPMENT CORPORATION
Equity Investments and Related Loan Receivable
as at March 31, 1982

	Shares Issued and Outstanding	Shares Owned by the Manitoba Development Corporation	Equity Investments	Loan Receivable
William Clare (Manitoba) Ltd.				
Equity investment - nominal value				
Common shares	100	100	$ 1	
Flyer Industries Limited				
Equity investment - at cost				
Preferred shares	10,000,000	9,682,000	9,682,000	
Common shares	552,883	552,563	16,750,106	
Loan receivable				$ 2,486,820
			$ 26,432,107	$ 2,486,820

Summary:

Equity investments	$ 26,432,107
Loan receivable	2,486,820
	28,918,927
Less: Allowance for potential losses, Schedule 3	17,100,000
Equity investments and related loan receivable - net	$ 11,818,927

MANITOBA DEVELOPMENT CORPORATION
Account in Receivership
as at March 31, 1982

	1982	1981
Saunders Aircraft Corporation Limited	$ 100	$ 100
Less: Allowance for estimated losses, Schedule 3	100	100
Account in receivership - net	$ -	$ -

Schedule 3

MANITOBA DEVELOPMENT CORPORATION
Allowance for Doubtful Accounts
And Potential Losses on Investments
for the year ended March 31, 1982

	Balance March 31, 1981	Add: Provision	Balance March 31, 1982
Loans receivable	$ 452,800	$ 54,100	$ 506,900
Equity investment and related loan receivable, Schedule 1	19,400,000	(2,300,000)	17,100,000
Account in receivership, Schedule 2	100	-	100
	$ 19,852,900	$(2,245,900)	$ 17,607,000

MANITOBA DEVELOPMENT CORPORATION

Notes to Financial Statements

March 31, 1982

1. Accounting Policies:

(a) The Corporation's lending and guaranteeing activities undertaken on its initiative are under Part I of The Development Corporation Act and are subject to the limitations outlined in note 2; the activities undertaken on the initiative of the Government are under Part II of the Act. In accordance with the Act, the activities under Part I and Part II are accounted for separately.

(b) An accrual basis of accounting is being followed except for (e) below.

(c) The Corporation's financial statements do not include the accounts of its two subsidiary companies on a consolidated basis.

The Corporation's investment in Flyer Industries Limited is shown at cost less an allowance which approximates the accumulated deficit of that company as reported in its audited financial statements for the year ended December 31, 1981.

The Corporation's investment in William Clare (Manitoba) Limited is shown at a nominal value of $1.

(d) The allowance for doubtful accounts, i.e., possible losses on loans to borrowers wherein the Corporation does not have an equity investment, has been determined on an individual account basis.

(e) The officers and employees of the Corporation are not members of the Civil Service of the Government of Manitoba, but they contribute to and are pensionable under the Civil Service Superannuation Fund. In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Corporation's employees amounted to $122,564 as at December 31, 1981.

(f) Salaries and other expenses are subject to sharing with the Communities Economic Development Fund in accordance with the terms disclosed in note 4.

2. Lending Operations:

The Corporation's lending operations were suspended effective November 15, 1977 except that, since that date, on the direction of the Government of Manitoba both Part I and Part II guarantee commitments have been issued, and Part II loan commitments have been made. These guarantees and outstanding Part II loan commitments are included in note 3.

3. Contingent Liabilities and Commitments:

(a) Contingent Liabilities:

	March 31 1982	March 31 1981
Part I Contingent Liability as guarantor for bank loans to borrowers as follows:		
A.E. McKenzie Co. Ltd.	$ 5,500,000	$ 4,500,000
Flyer Industries Limited	3,000,000	14,000,000
	$ 8,500,000	$ 18,500,000
Part II Contingent Liability - performance bond guarantee:		
Flyer Industries Limited	$ 30,000,000	$ 30,000,000

(b) Commitments:

	March 31 1982	March 31 1981
Part I Contractual Commitment for professional services	$ 126,559	$ Nil
Part II Commitment - undisbursed balances of approved loans:		
Manitoba Mineral Resources Ltd.	$ 2,985,000	$ -
Canadian Co-operative Implements Ltd.	1,487,500	-
	$ 4,472,500	$ Nil

(c) The Pas Forestry Complex

In accordance with the terms of an agreement dated March 25, 1975, between Manitoba Forestry Resources Ltd., the Province of Manitoba and the Corporation, the Corporation has a continuing responsibility to press all claims in connection with the affairs of the several companies comprising The Pas Forestry Complex or the assets of the Complex, which were transferred to Manitoba Forestry Resources Ltd., and also to defend claims in respect to those assets. All costs incurred by the Corporation in respect of such claims will be reimbursed by the Province of Manitoba.

3. Contingent Liabilities and Commitments (continued):

(d) Saunders Aircraft Corporation Limited

By Order-in-Council, previous capital advances of the Province of Manitoba to the Manitoba Development Corporation regarding Saunders Aircraft Corporation Limited were converted to conditional grants. In accordance with the conditions of this conversion, the net proceeds from the disposal of Saunders' assets are payable to the Province of Manitoba.

(e) Litigation

The Corporation is named as defendant regarding a former loan application. The claim for general damages in the amount of $2 million, special damages, and costs of the action are being defended by legal counsel of the Corporation. No provision has been recorded in the Corporation's accounts regarding this claim.

4. Administration of the Corporation:

(a) Since April 1, 1980 the Manitoba Development Corporation has been jointly administered with the Communities Economic Development Fund.

For the year ended March 31, 1982 the only common administrative expenses paid by M.D.C. were for rent and utilities, with all other common costs being paid by C.E.D.F. For the year ended March 31, 1981, in addition to rent and utilities, M.D.C. also paid for:

Directors' expenses	$ 13,503
Telephone and telegraph expenses	$ 20,609
Prorated portion of C.E.D.F. salaries	$ 57,900

These common costs are now paid by C.E.D.F.

(b) For the year ended March 31, 1981 M.D.C. paid a subsidy payment to C.E.D.F. of $28,201 for that portion of C.E.D.F.'s operating deficit not covered by the Province. For the year ended March 31, 1982 and in future years, M.D.C. will provide the subsidy payment required by C.E.D.F. to cover its expenses.

(c) Effective April 1, 1981 the Corporation discontinued the practice of charging fees for acting as guarantor on bank loans. Guarantee fees charged in the previous year and reflected as a receivable from A. E. McKenzie Co. Ltd. as at March 31, 1981 in the amount of $22,083 were waived and charged to other expenses during the current year.

(d) To the extent of the aforementioned changes, the Corporation's operations are not comparable with those of the previous year.

5. **Part II Interest Charges:**

The advance to the Province of Manitoba on account of interest under Part II pertains to payments made by the Corporation to the Province on behalf of A.E. McKenzie Co. Ltd. Subsequent to the year end, A. E. McKenzie reimbursed the Corporation.

6. **Transportation Studies:**

During the year, the Corporation undertook certain transportation studies in other countries. These studies are considered to have potential direct benefits to both Canada and the Province of Manitoba, and on this basis, applications for cost-sharing with Canada are in process.

As at March 31, 1982 $177,281 has been expended on transportation studies projected to cost approximately $304,000. The Corporation has recovered $8,718 through grant assistance from Canada towards these costs. Possible further recoveries that may be forthcoming will depend on Canada's review of the Corporation's applications. No amount has been recorded in the Corporation's accounts for this contingent asset.

MANITOBA DEVELOPMENT CORPORATION

Report of Assistance Granted or to be Granted for the year ended March 31, 1982

Assistance approved under Part I of the Development Corporation Act

A. E. MCKENZIE CO. LTD. Guarantee - fee Nil	$ 1,000,000

Assistance approved under Part II of the Development Corporation Act

CANADIAN CO-OPERATIVE IMPLEMENTS LTD. Loan - interest rate Nil - 10 year term	$ 2,975,000
MANITOBA MINERAL RESOURCES LTD. Loan - interest rate at bank Prime - repayable on demand	$ 3,000,000

AUDITOR'S REPORT

The foregoing report has been prepared by the officials of the Manitoba Development Corporation and checked by my representatives with the records of the Corporation which have been audited by us. In our opinion this report reflects the assistance granted or committed to be granted by the Corporation for the year ended March 31, 1982.

W. K. Ziprick, C.A.,
Provincial Auditor.

February 14, 1983,
Winnipeg, Manitoba.

DUNWOODY & COMPANY
CHARTERED ACCOUNTANTS
11 One Lakeview Square 155 Carlton Street Winnipeg, Manitoba
R3C 3H8
INTERNATIONALLY
DUNWOODY ROBSON McGLADREY & PULLEN

OFFICES IN
PRINCIPAL CITIES
AROUND THE WORLD

(204) 942-0231

AUDITORS' REPORT

TO THE SHAREHOLDER

MANITOBA FORESTRY RESOURCES LTD.

We have examined the balance sheet of Manitoba Forestry Resources Ltd. as at 30 September 1981 and the statements of capital deficit, operating deficit, operations and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the company as at 30 September 1981 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Dunwoody & Company

CHARTERED ACCOUNTANTS

Winnipeg, Manitoba
26 November 1981

Statement 1

MANITOBA FORESTRY RESOURCES LTD.

BALANCE SHEET
FOR THE YEAR ENDED SEPTEMBER 30, 1981

ASSETS

	1981	1980
	(Thousands of Dollars)	
CURRENT		
Term deposits	$ -	$ 2,191
Accounts receivable, note 2	8,930	7,192
Inventories, notes 1 and 3	22,770	15,504
Prepaid expenses	561	475
	32,261	25,362
MORTGAGE RECEIVABLE	19	19
FIXED, notes 1 and 4		
Land, buildings, machinery, roads, logging facilities and equipment	99,366	96,905
Rental housing properties, at cost	1,845	1,860
	101,211	98,765
Less - accumulated depreciation	38,858	33,658
	62,353	65,107
DEFERRED CHARGES, note 1		
Start-up and development costs	11,381	11,381
Less - accumulated amortization	6,953	6,283
	4,428	5,098
	$ 99,061	$ 95,586

Approved on behalf of the Board:

Director

Director

LIABILITIES

	1981	1980
	(Thousands of Dollars)	
CURRENT		
Bank indebtedness, note 5	$ 3,095	$ 226
Accounts payable and accrued liabilities	6,455	5,825
Current portion of mortgages payable, note 6	26	28
	9,576	6,079
LONG TERM DEBT, note 6	100,948	100,970
	110,524	107,049

SHARE CAPITAL AND DEFICIT

	1981	1980
SHARE CAPITAL, note 7		
Common Issued - 20,000,000 shares	20,000	20,000
Preferred, note 8 Issued - 60,171,423 shares (1980 - 60,767,483)	60,171	60,767
	80,171	80,767
CAPITAL DEFICIT, note 8	(51,410)	(52,006)
OPERATING DEFICIT	(40,224)	(40,224)
	(11,463)	(11,463)
	$ 99,061	$ 95,586

COMMITMENTS, note 9

Statement 2

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF CAPITAL DEFICIT
FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
BALANCE, BEGINNING OF YEAR	$ 52,006	$ 61,571
Recoveries from the Manitoba Development Corporation, notes 8 and 9	596	9,565
BALANCE, END OF YEAR	$ 51,410	$ 52,006

Statement 3

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF OPERATING DEFICIT
FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
BALANCE, BEGINNING OF YEAR	$ 40,224	$ 40,224
Net income for the year	NIL	NIL
BALANCE, END OF YEAR	$ 40,224	$ 40,224

Statement 4

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF OPERATIONS
FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
SALES		
Pulp and paper	$ 67,251	$ 59,095
Lumber	10,525	11,674
Other	780	1,273
	78,556	72,042
EXPENSES		
Cost of sales, before depreciation - Schedule 1	53,925	46,496
Selling expenses - Schedule 2	8,726	7,650
General and administrative - Schedule 3	6,388	5,985
	69,039	60,131
OPERATING PROFIT BEFORE THE FOLLOWING	9,517	11,911
OTHER INCOME (EXPENSES)		
Interest	(3,475)	(3,276)
Depreciation, note 1	(5,413)	(5,241)
Gain (loss) on sale of fixed assets	41	(115)
Insurance proceeds - net	-	163
Motive fuel tax not recovered	-	(748)
	(8,847)	(9,217)
INCOME FOR THE YEAR BEFORE AMORTIZATION OF START-UP AND DEVELOPMENT COSTS	670	2,694
Amortization of start-up and development costs, note 1	670	2,694
NET INCOME FOR THE YEAR	$ NIL	$ NIL

Statement 5

MANITOBA FORESTRY RESOURCES LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
SOURCE OF FUNDS		
Provided from operations	$ 6,038	$ 8,050
Proceeds on sale of fixed assets	146	527
Decrease in mortgage receivable	-	1
Proceeds from government grant	26	131
Recoveries from the Manitoba Development Corporation	596	9,565
	6,806	18,274
APPLICATION OF FUNDS		
Additions to fixed assets	2,786	3,167
Decrease in mortgages payable	22	38
Redemption of preferred shares	596	9,565
	3,404	12,770
INCREASE IN WORKING CAPITAL	3,402	5,504
Working capital, beginning of year	19,283	13,779
WORKING CAPITAL, END OF YEAR	$ 22,685	$ 19,283
Represented by		
Current assets	$ 32,261	$ 25,362
Current liabilities	9,576	6,079
	$ 22,685	$ 19,283

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
30 SEPTEMBER 1981

1. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies of the company.

(a) Inventories

Inventories are valued using the following methods:

Log inventories - lower of cost and replacement cost
Work in process (pulp chips, pulp and lumber) - lower of cost and replacement cost
Finished goods (pulp, paper and lumber) - lower of cost and net realizable value
Mill stores, chemicals, fuel oil and other supplies - lower of cost and replacement cost

For all inventories, cost is generally determined on an average cost basis.

(b) Depreciation

Depreciation is being applied on the following basis:

Fixed assets, except those pertaining to the Woodlands and Real Estate divisions, are depreciated on a straight-line pooled basis over twenty years. The cost of fixed assets removed less recovery from disposal proceeds is charged to accumulated depreciation. Gains and losses incurred on the disposal of fixed assets pertaining to the Woodlands and Real Estate divisions are credited or charged to operations.

Woodlands division:

Camp buildings	- straight-line over ten years
Logging equipment	- hours used related to estimated total useable hours
Roads and railspurs	- timber delivered to the millsite related to estimated total yield of area serviced.
Other equipment	- straight-line over three to twenty years.

Real Estate division:

Rental housing properties - straight-line over forty years

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
30 SEPTEMBER 1981

1. SIGNIFICANT ACCOUNTING POLICIES (cont'd)

(c) Deferred Charges

Deferred charges consist of start-up and development costs of $11,381,000, being net expenditures by the Receiver on operations during receivership exclusive of depreciation charges and interest charges by the Manitoba Development Corporation. The company established a policy of amortizing the deferred charges to the extent of income available in each year.

(d) Foreign Exchange

Current assets and liabilities of the company expressed in United States dollars are translated into Canadian dollars at the rates of exchange on the balance sheet date. The resulting net gain or loss is reflected in operations.

2. ACCOUNTS RECEIVABLE

	1981	1980
	(Thousands of Dollars)	
Trade	$ 8,197	$ 6,584
Due from Receiver	117	117
Other	616	491
	$ 8,930	$ 7,192

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
30 SEPTEMBER 1981

3. INVENTORIES

Inventories consist of the following:

	1981	1980
	(Thousands of dollars)	
Production raw materials -		
Log inventories	$ 10,021	$ 5,612
Work in process and finished goods -		
Work in process -		
Pulp chips	2,142	1,203
Pulp	37	33
Lumber	152	205
	2,331	1,441
Finished goods -		
Pulp and paper	1,820	1,588
Lumber	1,486	261
	3,306	1,849
	5,637	3,290
	15,658	8,902
Other -		
Mill stores	6,095	5,858
Chemicals and fuel oil	590	405
Other supplies	427	339
	7,112	6,602
	$ 22,770	$ 15,504

4. FIXED ASSETS

Land, buildings, machinery, roads, logging facilities and equipment, except the machinery plant, were valued on the basis of inventoried expenditures to the date of receivership, 7 January 1971, amounting to $64,753,000, including a reasonable assessment for engineering and supervision fees and interest charges. The engineering division fixed assets were valued at $500,000 on the basis of an estimated useful value to the integrated operations at 7 January 1971. Subsequent fixed asset additions and construction in progress as at 30 September 1981 have been recorded at cost. The company has deducted government grants received from the cost of fixed assets acquired. These grants aggregated $12,157,000 as at 30 September 1981 of which $26,000 was received during the year.

MANITOBA FORESTRY RESOURCES LTD.

NOTES TO FINANCIAL STATEMENTS
30 SEPTEMBER 1981

5. BANK INDEBTEDNESS

	1981	1980
	(Thousands of Dollars)	
Bank loan	$ 1,000	$ -
Bank overdraft	2,095	226
	$ 3,095	$ 226

The company's bank indebtedness is secured by inventories and a general assignment of accounts receivable and an assignment of fire insurance proceeds.

6. LONG TERM DEBT

	1981	1980
	(Thousands of Dollars)	
Mortgages payable on rental properties with interest rates from 6% to 10 1/2% maturing 1982 to 2006	$ 1,336	$ 1,360
Debentures held by the Province of Manitoba,		
7% first mortgage debenture maturing in 1998	45,000	45,000
9% non-cumulative income debenture maturing in 1998	28,000	28,000
9% non-cumulative income debenture maturing in 2003	23,488	23,488
9% non-cumulative income debenture maturing in 2004	3,150	3,150
	100,974	100,998
Current portion	26	28
	$100,948	$100,970

6. LONG TERM DEBT (cont'd)

Net income available for payment of interest on income debentures is determined after provision has been made for depreciation, the amortization of start-up and development costs, mortgage interest costs and interest on all other advances. The payment of income debenture interest is to be made in the order of debenture maturity dates.

The 7% first mortgage and the 9% income debentures are secured by a floating charge on all assets of the company.

7. SHARE CAPITAL

The authorized share capital of the company is comprised of the following:

Common shares
25,000,000 shares with an aggregate consideration not to exceed $25,000,000

Preferred shares
85,000,000 non-participating, non-voting preferred shares, carrying a non-cumulative dividend entitlement of $.07 per share, and redeemable at $1 per share. The aggregate consideration is not to exceed $85,000,000.

The company is wholly-owned by the Province of Manitoba and is incorporated under the authority of The Manitoba Natural Resources Development Act.

8. PREFERRED SHARES AND CAPITAL DEFICIT

Capital deficit consists of the expenditures made by the Manitoba Development Corporation in excess of the inventoried net value of the assets established at the date of receivership, 7 January 1971.

8. PREFERRED SHARES AND CAPITAL DEFICIT (cont'd)

Adjustments to the capital deficit and the preferred shares are made under an agreement between the Province of Manitoba, the Manitoba Development Corporation and the company, requiring the Manitoba Development Corporation to carry out the necessary remaining actions with regard to the receivership and pay the necessary charges and make appropriate recoveries. The Province of Manitoba is to reimburse the Manitoba Development Corporation for payments made and to receive from the Corporation any recoveries realized. The company is to reflect the net payments or recoveries by the Province of Manitoba through an issue or cancellation of its preferred shares and an adjustment of capital deficit.

The net recoveries for the year ended 30 September 1981 under the aforementioned terms amounted to $596,000. The company redeemed preferred shares held by Province of Manitoba for this amount during the year.

9. COMMITMENTS

Estimated expenditures to complete the construction in progress and commitments to purchase equipment amounted to approximately $1,599,000 as at 30 September 1981 (1980 - $1,180,000).

Schedule 1

MANITOBA FORESTRY RESOURCES LTD.

COST OF SALES
FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of dollars)	
Log inventories, work in process and finished goods at beginning of year, note 3	$ 8,902	$ 8,100
Production costs -		
Chemicals and fuel oil	7,747	5,475
Contract and purchased logs	10,870	6,203
Employee benefits	3,788	2,820
Log delivery expense	9,341	7,522
Maintenance supplies and expenses	6,039	5,020
Operating supplies and expenses	5,086	4,702
Salaries and wages	17,205	14,925
Other	605	631
	60,681	47,298
Log inventories, work in process and finished goods at end of year, note 3	(15,658)	(8,902)
	45,023	38,396
	$ 53,925	$ 46,496

Schedule 2

MANITOBA FORESTRY RESOURCES LTD.

SELLING EXPENSES
FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
Commissions	$ 393	$ 326
Discounts	531	631
Duty, brokerage and taxes	330	341
Freight and storage	7,204	6,127
Other	80	58
Salaries and employee benefits	188	167
	$ 8,726	$ 7,650

Schedule 3

MANITOBA FORESTRY RESOURCES LTD.

GENERAL AND ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 30 SEPTEMBER 1981

	1981	1980
	(Thousands of Dollars)	
Communications	$ 166	$ 174
Insurance	518	487
Office supplies and expenses	298	374
Other	359	284
Professional fees	253	248
Property, capital and business taxes	1,197	1,136
Salaries, wages and employee benefits	3,480	3,177
Staff recruiting and relocation	117	105
	$ 6,388	$ 5,985

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA HEALTH SERVICES COMMISSION

AUDITOR'S REPORT

I report that the accounts and financial statements of the Manitoba Health Services Commission have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Statements A, B, C and Schedule 1 present fairly the financial position of the Manitoba Health Services Commission as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Commission.

W.K. Ziprick
W.K. Ziprick, C.A.,
Provincial Auditor.

June 18, 1982,
Winnipeg, Manitoba.

STATEMENT A

MANITOBA HEALTH SERVICES COMMISSION

BALANCE SHEET

As at March 31, 1982

(With 1981 Figures for Comparison)

ASSETS

	1982	1981
	(thousands of dollars)	
Cash on hand and in bank	$ 2,605	$ 1,735
Funds on deposit, Government of the Province of Manitoba	28,000	26,095
Accounts receivable:		
Government of Canada:		
Hospital and personal care home services	1,834	2,271
Government of the Province of Manitoba	42	209
Other Provinces and Territories (Note 1)	3,197	-
Other	97	120
	5,170	2,600
Land, buildings, furniture and equipment at nominal value of one dollar	-	-
	35,775	30,430
Funds held in trust re debenture trust agreements (Note 4)	5,271	3,994
	$ 41,046	$ 34,424

The accompanying notes are an integral part of the financial statements.

LIABILITIES

	1982	1981
	(thousands of dollars)	
Accounts payable and accrued charges:		
Hospital and personal care home services:		
Liability for unreported claims	$ 2,270	$ 2,154
Estimated adjustment payments under section 87(2) of The Health Services Insurance Act and other costs, net (Note 3)	10,914	9,234
	13,184	11,388
Medical services claims payable	16,094	13,340
Pharmacare claims payable	3,355	2,674
Ambulance grants payable	254	205
Northern patient transportation claims payable	85	159
Other health services claims payable	1,172	1,043
General	1,082	1,244
	35,226	30,053
Working capital account, Statement C	549	377
	35,775	30,430
Funds held in trust re debenture trust agreements	5,271	3,994
	$ 41,046	$ 34,424

STATEMENT B

MANITOBA HEALTH SERVICES COMMISSION

STATEMENT OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED MARCH 31, 1982

(With 1981 Figures for Comparison)

	1982	1981
	(thousands of dollars)	
Revenue:		
Grants:		
Government of the Province of Manitoba	$698,309	$566,095
Government of Canada		
Health resources fund	-	559
Third party recoveries (Note 1)	2,033	1,663
Miscellaneous income	6	14
Total revenue	$700,348	$568,331
Expenditure:		
Hospital services:		
Hospitals within the Province	$410,996	$335,723
Hospitals outside the Province	7,663	6,272
Health resources fund	-	559
	418,659	342,554
Medical services	145,031	117,724
Personal care home services	99,958	81,678
Pharmacare	13,611	10,568
Ambulance grants	1,468	1,340
Northern patient transportation program	1,879	1,466
Other health services (Note 2)	8,951	8,512
Administrative expenses, Schedule 1	10,135	9,036
Total expenditure	$699,692	$572,878
Excess or (deficiency) of revenue over expenditure, Statement C	$ 656	$ (4,547)

The accompanying notes are an integral part of the financial statements.

STATEMENT C

MANITOBA HEALTH SERVICES COMMISSION

STATEMENT OF WORKING CAPITAL ACCOUNT

FOR THE YEAR ENDED MARCH 31, 1982

(With 1981 Figures for Comparison)

		1982	1981
		(thousands of dollars)	
Balance, beginning of period		$ 377	$ 4,804
Add:	Excess or (deficiency) of revenue over expenditure, Statement B	656	(4,547)
	Non-operating income of Rehabilitation Centre for Children	-	120
		1,033	377
Deduct:	Transfer to the Rehabilitation Centre for Children (Note 1)	272	-
	Adjustment of accounts receivable from the Government of Canada to reflect the most current information available	212	-
		484	-
Balance, end of period, Statement A		$ 549	$ 377

The accompanying notes are an integral part of the financial statements.

SCHEDULE 1

MANITOBA HEALTH SERVICES COMMISSION

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED MARCH 31, 1982

(With 1981 Figures for Comparison)

	1982 (thousands of dollars)	1981
Salaries and employee benefits	$ 7,629	$ 6,727
Professional services	513	475
Office equipment	442	487
Stationary and office supplies	435	381
Postage, express and delivery	273	219
Pension payments on behalf of retired employees (Note 1)	153	107
Grant in lieu of realty taxes	133	128
Maintenance of land, building and office equipment	116	121
Telephone	106	99
Heat, light, power and water	79	70
Bank charges	76	66
Travel	76	75
Commissioners' remuneration	50	50
Publicity	30	3
Miscellaneous	24	28
Total administrative expenses, Statement B	$ 10,135	$ 9,036

The accompanying notes are an integral part of the financial statements.

MANITOBA HEALTH SERVICES COMMISSION

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1982

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

(a.) PENSION

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension disbursements made to retired employees. Such payments are charged to expense as incurred and a provision is not made in the accounts to fund current or past service obligations of the Commission to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Commission's employees amounted to $6,395,874. as at December 31, 1981.

(b.) REHABILITATION CENTRE FOR CHILDREN

The Rehabilitation Centre for Children was acquired by the Commission on August 12, 1977 and had been operated under the direction of the Commission until March 31, 1981. Effective April 1, 1981, this responsibility, together with the current assets and liabilities held by the Commission in respect of the Rehabilitation Centre for Children, were transferred to a new corporation called the Rehabilitation Centre for Children, Inc.. The net effect of this transfer is a reduction in the Commission's Working Capital Account of $272,000.

(c.) THIRD PARTY RECOVERIES

As in prior periods, third party recoveries are recorded on a cash basis.

(d.) RESTATEMENT OF FIGURES

Where figures for the current fiscal year have been presented in a format different from that of the previous year, the figures for the previous year have been restated in order to preserve comparability.

(e.) ACCOUNTS RECEIVABLE: OTHER PROVINCES AND TERRITORIES

During the year the Commission entered into agreements with the other provinces and territories which provide for a reciprocal system of inter-provincial billings between provinces and territories for insured in-patient services.

Under the new system, the Commission funds all Manitoba hospitals for the cost of insured in-patient services provided to qualified residents of Canada. The Commission in turn recovers the costs applicable to qualified residents of other provinces or territories from their respective provincial health agency.

Previously the Commission funded Manitoba hospitals only for insured services provided to Manitoba residents and costs applicable to qualified residents of other provinces or territories were recovered by the hospital from the health agency of that particular province or territory.

NOTE 2: OTHER HEALTH SERVICES

This group of expenditures includes:

	1982	1981
	(thousands of dollars)	
Optometric	$ 2,946	$ 2,641
Chiropractic	4,702	4,697
Prosthetic & Orthotic	1,303	1,174
	$ 8,951	$ 8,512

NOTE 3: ESTIMATED ADJUSTMENT PAYMENTS

The liability for estimated adjustment payments under Section 87(2) of The Health Services Insurance Act as at March 31, 1982 does not include reported hospital and personal care home deficits of $2,816,000. This amount represents the Commission's initial calculation of the portion of the reported deficits that will not be funded by the Commission.

NOTE 4: FUNDS HELD IN TRUST RE DEBENTURE TRUST AGREEMENTS

This fund includes:

	1982	1981
	(thousands of dollars)	
Funds in bank	$ 3,845	$ 3,994
Funds on deposit, Government of the Province of Manitoba	1,426	-
	$ 5,271	$ 3,994

TADMAN HORNSTEIN KALEF
CHARTERED ACCOUNTANTS

Auditors' Report

THE MANITOBA HORSE RACING COMMISSION

We have examined the balance sheet of The Manitoba Horse Racing Commission as at December 31, 1981 and the statements of revenue and expenditure and surplus, and government grant receipts and disbursements for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the commission as at December 31, 1981 and the results of its operations for the year then ended. These financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the commission.

Tadman Hornstein Kalef

Chartered Accountants

Winnipeg, Manitoba
January 15, 1982

THE MANITOBA HORSE RACING COMMISSION

BALANCE SHEET

as at December 31, 1981

	1981	1980
ASSETS		
Current assets		
Cash	$ 1,142	$ 200
Term deposits		158,000
	$ 1,142	$158,200
LIABILITIES		
Current liabilities		
Bank indebtedness		$ 3,160
Undistributed grants		152,111
		155,271
Surplus	$ 1,142	2,929
	$ 1,142	$158,200

See the accompanying notes.

THE MANITOBA HORSE RACING COMMISSION

STATEMENT OF REVENUE AND EXPENDITURE AND SURPLUS

for the year ended December 31, 1981

	1981	1980
Revenue		
Grant from the Government of the Province of Manitoba	$190,000	$ 75,863
Fees, licences and fines (note 3)	82,444	66,585
Interest, net of bank charges	16,132	991
	288,576	143,439
Expenditure		
Accounting		250
Building renovations	50,928	
Commissioners' Honoraria	16,423	8,690
Employee benefits	2,884	1,652
Equipment and office furniture	192	116
Equipment rentals	2,202	2,066
Identification supplies	6,590	4,654
Legal and audit	1,805	1,950
Memberships and dues	1,594	1,647
Office	8,156	4,102
Quarter horse grant		2,000
Research grant	5,000	5,000
Salaries		
Office	52,840	30,102
Racing secretary M.G.W.R.A.	8,500	3,000
Security	7,841	
Stewards and judges	72,632	40,665
Veterinarians	30,150	17,842
Sundry	138	269
Telephone	1,820	1,570
Travel	19,468	7,272
Veterinary services	1,200	
	290,363	132,847
Revenue over (under) expenditure	(1,787)	10,592
Surplus (deficit) at beginning of year	2,929	(7,663)
Surplus at end of year	$ 1,142	$ 2,929

See the accompanying notes.

THE MANITOBA HORSE RACING COMMISSION

STATEMENT OF GOVERNMENT GRANT RECEIPTS AND DISBURSEMENTS

for the year ended December 31, 1981

	1981	1980
Grant received from the Government of the Province of Manitoba	$2,237,772	$1,501,100
Grants (note 2)		
Breeders' incentives		
Thoroughbred	400,128	182,310
Standardbred	50,820	42,359
Quarter horse	1,000	
Capital grants		
Standardbred	30,000	5,000
Purse supplements		
Thoroughbred	1,467,137	1,001,975
Standardbred	266,187	100,845
Quarter horse	4,500	
Sire stakes program		
Standardbred	18,000	16,500
	2,237,772	1,348,989
Undistributed grants	Nil	$ 152,111

See the accompanying notes.

THE MANITOBA HORSE RACING COMMISSION

NOTES TO FINANCIAL STATEMENTS

December 31, 1981

1. Accounting policy

Fixed assets

Building renovations, purchases of equipment and office furniture, are expensed in the year. Since these amounts are charged directly to operations, depreciation is not provided for in the accounts.

2. Grants

	1981	1980
Paid during year	$2,389,883	$1,348,989
Previous years balance	152,111	
	$2,237,772	$1,348,989

3. Fees, licences and fines

	1981	1980
Thoroughbred		
Fees and licences	$69,964	$58,080
Fines	5,190	5,805
	75,154	63,885
Standardbred		
Fees and licences	6,000	2,700
Fines	1,290	
	$82,444	$66,585

Clarkson Gordon

Chartered Accountants

1800 One Lakeview Square
155 Carlton Street
Winnipeg, Canada R3C 1K8
(204) 947-6519

AUDITORS' REPORT

To the Directors of
The Manitoba Housing and Renewal Corporation:

We have examined the balance sheet of The Manitoba Housing and Renewal Corporation as at March 31, 1982 and the statements of operations, reserves and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the corporation as at March 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles described in note 2 to the financial statements applied on a basis consistent with that of the preceding year.

Clarkson Gordon

Winnipeg, Canada,
July 9, 1982

Chartered Accountants.

THE MANITOBA HOUSING AND RENEWAL CORPORATION
BALANCE SHEET

MARCH 31, 1982
(with comparative figures at March 31, 1981)

ASSETS	**1982**	**1981**
Currents assets:		
Cash	$ 616,822	$ 2,761,214
Accounts receivable and accruals —		
Canada Mortgage and Housing Corporation	3,474,371	3,250,810
Province of Manitoba and its agencies	111,533	115,964
Other	1,182,624	3,029,709
Prepaid expenses	25,040	42,052
Deferred subsidy account	67,446	351,978
	5,477,836	9,551,727
Loans and mortgages receivable (note 3)	9,436,466	9,976,465
Housing and land (housing projects):		
Urban and rural for rent —		
Completed	253,917,895	251,249,072
Under construction		3,253,022
Rural and northern —		
Completed — for rent	6,858,749	6,106,824
— for sale	4,622,399	4,598,502
Under construction	1,989,686	617,788
	267,388,729	265,825,208
Housing investment (note 4)	9,542,251	8,984,491
Land:		
Developed and for sale	7,146,856	6,828,382
Held for development	33,424,265	30,847,682
Leased	1,866,428	1,870,986
	42,437,549	39,547,050
Other fixed assets (note 5)	1,119,158	1,101,741
Deferred finance costs (note 13)	179,574	211,564
Renewal schemes, net:		
Expenditures on projects under development	2,830,957	2,792,583
Deferred expenditures	95,357	107,654
	2,926,314	2,900,237
	$338,507,877	$338,098,483

(see accompanying notes)

LIABILITIES	1982	1981
Current liabilities:		
Accounts payable and accruals	$ 5,695,948	$ 5,466,827
Holdbacks on construction projects	88,167	265,879
Grant funds deferred or held (note 10)		2,575,000
Deferred rental income	66,199	72,577
	5,850,314	8,380,283
Deferred revenue (note 6)	234,713	237,794
Long-term debt:		
Province of Manitoba (schedule 1)	64,254,355	64,556,279
Canada Mortgage and Housing Corporation (schedule 2) (note 7)	239,872,605	240,210,901
	304,126,960	304,767,180
Less sinking fund on deposit with the Minister of Finance (schedule 3) (note 8)	5,854,923	4,769,830
	298,272,037	299,997,350
Mortgages payable, assumed on property acquisitions (note 9)	5,144,063	5,187,435
Other	5,817	6,067
	303,421,917	305,190,852
Financing provided by Canada Mortgage and Housing Corporation for rural and northern housing programs	15,883,854	14,283,873
Reserves	13,117,079	10,005,681
	$338,507,877	$338,098,483

Approved on behalf of the Board:

Director

Director

THE MANITOBA HOUSING AND RENEWAL CORPORATION
STATEMENT OF RESERVES

YEAR ENDED MARCH 31, 1982
(with comparative figures for 1981)

	1982	1981
Renewal Scheme Development Reserve:		
Balance at beginning of year	$ 2,036,288	$ 1,915,572
Add transfer from General Reserve	179,885	132,165
	2,216,173	2,047,737
Deduct amortization of deferred expenditures	12,295	11,449
Balance at end of year	2,203,878	2,036,288
Sinking Fund Reserve:		
Balance at beginning of year	4,769,830	3,918,811
Add — provision for Sinking Fund	540,396	466,420
— interest on investments	544,697	384,599
Balance at end of year	5,854,923	4,769,830
General Reserve:		
Balance at beginning of year	3,199,563	2,174,653
Transfer from operations	2,038,600	1,157,075
	5,238,163	3,331,728
Deduct —		
Applied to Renewal Scheme Development Reserve —		
Corporation's share of expenditures on Renewal Scheme Development	38,372	
Principal payment on urban renewal debenture debt	141,513	132,165
Balance at end of year	5,058,278	3,199,563
Total reserves	$13,117,079	$10,005,681

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
STATEMENT OF OPERATIONS
YEAR ENDED MARCH 31, 1982
(with comparative figures for 1981)

	1982	1981
Revenue:		
Grant from the Province of Manitoba (note 10)	$31,320,246	$28,180,200
Interest	1,572,357	1,181,580
Other	211,115	113,724
	$33,103,718	$29,475,504
Expenditure:		
Interest	$ 2,169,906	$ 1,711,500
Interest applied to construction and land held for development and subsidies	(2,169,906)	(1,711,500)
Corporation's share of operating subsidies on housing projects	17,608,005	17,930,382
Grants —		
Critical Home Repair Program	809,035	1,133,132
Community Improvement Program	956,598	
Neighborhood Improvement Program	1,062,000	1,348,574
The Elderly and Infirm Persons' Housing Act	208,776	206,145
Assisted Home Ownership Program, including subsidies	3,828	33,763
Non-profit housing corporations	708,080	535,428
Winnipeg Housing Rehabilitation Corporation		230,000
Shelter Allowance for Elderly Renters	2,568,586	1,688,849
Shelter Allowance for Family Renters	1,304,347	131,057
Pensioner Tenants School Tax Assistance	717,797	
Administrative, net (schedule 4)	3,473,008	2,561,041
Provision for sinking fund	1,085,093	851,019
Provision for loss on land development and projects for sale (note 11)	533,927	1,548,899
Professional fees and other charges incurred on cancelled projects	26,038	120,140
	31,065,118	28,318,429
Transfer to General Reserve	2,038,600	1,157,075
	$33,103,718	$29,475,504

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
STATEMENT OF CHANGES IN FINANCIAL POSITION
YEAR ENDED MARCH 31, 1982
(with comparative figures for 1981)

	1982	1981
Sources of working capital:		
Net revenue from operations	$ 2,038,600	$ 1,157,075
Add (deduct) items not affecting working capital —		
Provision for estimated loss on finalization of housing units for sale and land under development	555,600	1,566,000
Provision for sinking fund	1,085,093	851,019
Depreciation on housing projects to the extent not recovered from Canada Mortgage and Housing Corporation	362,200	332,831
Depreciation on other fixed assets	180,523	126,911
Amortization of deferred financing cost	31,990	31,991
Amortization of deferred revenue	(3,081)	(2,965)
	4,250,925	4,062,862
Canada Mortgage and Housing Corporation, including financing for rural and northern housing programs	1,924,459	6,476,711
Repayments under the Critical Home Repair Program	587,583	662,002
	2,512,042	7,138,713
	6,762,967	11,201,575
Applications of working capital:		
Housing projects, net	1,919,667	3,506,745
Land held for development and leased, net	3,446,099	2,493,514
Housing investment	563,816	1,043,029
Loans and mortgages receivable —		
Rural and northern housing program	44,382	66,230
The Pas mobile home subdivision, net	(1,119)	33,059
Other	4,321	(250,863)
Sinking fund payments	1,085,093	851,019
Long-term debt principal repayments —		
Province of Manitoba	301,924	279,616
Canada Mortgage and Housing Corporation	662,773	750,484
Mortgages payable	24,929	33,570
Other	250	300
Acquisition of other assets	197,939	219,451
Renewal scheme expenditures, net	38,372	
Mortgages payable assumed and retired on property acquisitions	18,443	184,685
	8,306,889	9,211,039
Increase (decrease) in working capital	(1,543,922)	1,990,536
Working capital, beginning of year	1,171,444	(819,092)
Working capital, end of year	$ (372,478)	$ 1,171,444

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1982

1. **Nature of the corporation**

The Manitoba Housing and Renewal Corporation ("M.H.R.C.") was established as a crown corporation by The Housing and Renewal Corporation Act on June 21, 1967. The objective of the corporation is to improve standards of living accommodation in the province and to assist residents to obtain living accommodation of reasonable standards.

2. **Significant accounting principles**

All net operating costs and net losses are recoverable from the Province to the extent not recoverable from Canada Mortgage and Housing Corporation ("C.M.H.C."). The basis for recording costs for the purpose of preparing these financial statements depends on how those costs are funded. The following are the significant accounting principles followed by M.H.R.C.:

a) Deferred operating costs

Operating costs that primarily relate to the programs are determined on the basis of a calendar year ended December 31. Net expenditures incurred by M.H.R.C. from January 1 to March 31 are reflected in the Deferred Subsidy Account shown on the Balance Sheet and represent charges to be applied to the next fiscal year's operations of M.H.R.C. Its share of the costs for the calendar year is reflected in the Statement of Operations as the Corporation's Share of Operating Subsidies on Housing Projects.

b) Capitalized costs

Capital costs on housing under construction and land held for development include carrying costs consisting of interest, a share of administrative expenditures and grants in lieu of municipal property taxes where applicable.

c) Losses on sale of land and housing currently under development for sale and on abandonment of projects

Losses are recognized in the fiscal year that they become apparent.

d) Pension costs

In accordance with the provision of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursement made to retired employees. Such payments are charged to operations as incurred and provision is not made in the accounts to fund current or past service obligations to the Superannuation fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees, with no allowance for increases in the cost of living, amounted to $902,000 as at December 31, 1981.

e) Housing and land

Housing for rent is valued at cost less depreciation which is based on the annual principal repayment of the related debt financing. Housing for sale is valued at cost with the following exceptions: Housing constructed under the remote housing program is valued at cost less depreciation. Although available for sale, this housing has been used as rental housing for several years. Depreciation is based on an imputed principal repayment equivalent to that of 100% debt financing. The interest rate and amortization period inherent in C.M.H.C. related financing is used as the basis for the calculation. Other housing which is under commercial development is valued at cost less a provision for any estimated losses.

f) Housing investment

Housing investment is carried at cost.

g) Land

Land held for future development is valued at cost. Land currently under development for sale is valued at cost less provision for any estimated loss. Land leased is valued at cost.

h) Other fixed assets

Other fixed assets are reflected at cost less depreciation provided on the following bases:

Buildings — straight-line based on a 50 year useful life or if funded, based on the annual principal repayment of the related debt financing, also over 50 years.

Leasehold improvements — based on the term of the lease, over 5 years.

Office furnishings and construction

THE MANITOBA HOUSING AND RENEWAL CORPORATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1982

equipment — 20% of the undepreciated balance.

Automotive equipment — 30% of the undepreciated balance.

Propane Distribution System — Churchill — based on the annual principal repayment of proposed debt financing, over 10 years.

Depreciation is included in M.H.R.C.'s administrative expenses or charged directly to applicable programs.

i) **Renewal schemes**

Deferred expenditures are carried at cost less amortization which is based on the annual principal repayment of the related debt financing, over 15 years.

Expenditures on projects under development are carried at cost. The portion of the expenditure not funded by the Province is offset by the Renewal Scheme Development Reserve.

j) **Reserves**

M.H.R.C. maintains the following reserves:

a) **Renewal Scheme Development Reserve**

The reserve is maintained at an amount equal to the portion of the renewal schemes' expenditures not funded by the Province. Amounts are transferred to the Renewal Scheme Development Reserve from the General Reserve in the amount of principal repayment on urban renewal debenture debt plus any unfunded expenditures on renewal schemes.

b) **Sinking Fund Reserve**

Each year an amount equal to the payment required to be made to the Sinking Fund on deposit with the Minister of Finance is transferred from operations to the reserve.

c) **General Reserve**

The net revenue or expenditure is transferred annually to this reserve.

3. Loans and mortgages receivable

Loans and mortgages receivable consist of the following:

	1982	1981
Rural and Northern Housing Programs	$7,916,448	$7,872,066
Critical Home Repair Program	1,145,909	1,733,492
The Pas Mobile Home Subdivision	335,885	337,004
Other	38,224	33,903
	$9,436,466	$9,976,465

4. Housing Investment

The housing investment of $9,542,251 shown on the Balance Sheet as at March 1982 reflects M.H.R.C.'s share of the portion of the Rural and Northern program administered by C.M.H.C. in the amount of $8,415,376 and also M.H.R.C.'s share of the capital cost of three urban housing projects in the City of Winnipeg amounting to $1,126,875. The latter investment is being recovered on an individual project basis over a term of 37 to 50 years with interest rates from 5¾% to 7⅞%.

5. Other fixed assets

	1982			1981
	Cost	Accumulated Depreciation	Net	Net
Land	$ 71,900		$ 71,900	$ 71,900
Buildings	321,665	$ 47,187	274,478	282,556
Leasehold improvements	282,041	65,803	216,238	134,772
Office furnishings	279,969	195,053	84,916	66,348
Construction equipment	20,124	16,961	3,163	4,489
Automotive equipment	192,053	136,619	55,434	53,838
Propane distribution system — Churchill	738,026	353,147	384,879	459,356
RTM	30,250	2,100	28,150	28,664
	$1,936,028	$816,870	$1,119,158	$1,101,741

6. Deferred revenue

	1982	1981
Long-term land lease prepaid, expiring in 2009	$ 88,590	$ 90,128
Long-term rental subsidies received in advance from sponsors	146,123	147,666
	$234,713	$237,794

7. **Long-term debt — C.M.H.C.**

After finalization of the project's costs, the advances made by C.M.H.C. were converted to debentures to the extent of 90% of the C.M.H.C. approved final costs. M.H.R.C. has issued a total of 378 debentures for housing and land as at March 31, 1982. These debentures are repayable in equal annual instalments over a maximum 50 year term with interest rates varying from 6⅞% to 11%. As of March 31, 1982, 6 debentures have been issued for Renewal Schemes and are repayable in equal annual instalments over a maximum 15 year term with interest rates varying from 6⅝% to 8¼%. Further particulars regarding the debentures are shown on Schedule 2.

8. **Sinking fund**

M.H.R.C. is required to maintain a sinking fund on deposit with the Minister of Finance. The minimum annual payment to the sinking fund must be equal to 4% of the sinking fund balance as at the end of the preceding fiscal year plus 1% of the advances and borrowings of M.H.R.C. which are not secured by a first mortgage on land or by an agreement or debenture that provides for the retirement of the debt by annual repayments of principal and interest. Income earned on sinking fund investments is remitted to M.H.R.C. and reflected in the Statement of Operations.

9. **Long-term debt — mortgages payable**

The mortgages payable assumed on property acquisitions of $5,144,063 as at March 31, 1982 require principal and interest payments amounting to $484,052 annually.

10. **Grant from the Province of Manitoba**

	1982	1981
Grant funds deferred or held, beginning of year	$ 2,575,000	
Grant funds approved	32,527,400	$30,755,200
Grant funds received for Pensioner Tenants School Tax Assistance	717,846	
	35,820,246	30,755,200
Grant funds deferred		2,575,000
Grant funds not drawn	4,500,000	
Grant funds from the Province reflected in the Statement of Operations	$31,320,246	$28,180,200

11. **Provision for loss on land development and housing projects for sale**

	1982	1981
Land currently under development	$225,000	$ 500,000
Land held for future development	330,800	1,066,000
Net gain or loss on land sales	(21,873)	(17,101)
	$533,927	$1,548,899

12. **Commitments**

The following commitments exist as at March 31, 1982 in addition to those referred to in the preceding notes:

a) M.H.R.C. has guaranteed the repayment of mortgages in the amount of $2,274,092. The guarantee arose on the disposal of M.H.R.C.'s share of mortgages under the Mortgage Lending Program to the Co-operative Credit Society of Manitoba in the amount of $600,727 and $1,673,365 of mortgages guaranteed under the Mobile Home Loan Guarantee Program. A guarantee fee of 2% charged to each borrower is paid into the mortgage insurance fund. As at March 31, 1982 the fund amounting to $136,435 (March 31, 1981 — $135,621) was on deposit with the Minister of Finance.

b) M.H.R.C. has a commitment to assist certain housing co-operatives in the amount of up to $339,100.

c) M.H.R.C. provides grants for the operation of elderly and infirm persons' housing of approximately $200,000 annually under

THE MANITOBA HOUSING AND RENEWAL CORPORATION
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 1982

various agreements lasting up to 50 years.

d) Under the terms of a lease agreement expiring October 31, 1985, M.H.R.C. is committed to make annual lease payments of $205,500 for their premises.

13. **Note payable in U.S. currency**

Advance number 13, on the Schedule of Long-term Debt Payable to the Province of Manitoba, is a note payable in U.S. currency. Based on the rate of exchange prevailing at March 31, 1982, $13,457,695 would be required to discharge this debt at March 31, 1982, whereas the debt is included in the Schedule in the amount of $12,428,000. The related deferred finance charges are being amortized based on the term of the debt repayment, over 10 years.

14. **Comparative figures**

Certain comparative figures on the financial statements have been restated to conform with the presentation of the current year.

THE MANITOBA HOUSING AND RENEWAL CORPORATION
SCHEDULE OF LONG-TERM DEBT
PAYABLE TO PROVINCE OF MANITOBA

SCHEDULE 1

YEAR ENDED MARCH 31, 1982

(with comparative figures for 1981)

				1982	1981
Demand notes payable, convertible to long-term advances:					
Housing and land				$ 2,290,252	$ 4,521,201
Long-term advances:					
Advance Number	Interest Rate	Year of Final Payment	Annual Payment of Principal and Interest		
1	8.36%	2023	$ 458,971	5,281,122	5,297,327
2	8.28%	2024	57,552	670,041	671,961
3	8.49%	2022	43,602	486,104	487,435
4	8.60%	2025	140,722	1,579,112	1,583,711
5	10.1549%	2026	492,902	4,662,224	4,668,651
6	10.35%	2003	258,373	1,243,505	1,361,014
7	10.45%	2003	718,320	6,101,983	6,175,013
8	10.1204%	2027	349,046	3,368,149	3,375,500
9	11.25%	2027	196,636	1,340,324	1,377,619
10	11.25%	1994	1,509,559*	13,418,300	13,418,300
11	10.7477%	2028	371,307	3,338,104	3,340,889
12	12.00%	1999	214,206	1,552,923	1,577,794
13 (note 13)	9.625%	1989	1,295,625*	12,427,811	12,427,811
14	10.3113%	2028	441,812	4,082,538	4,087,368
15	14.50%	2000	15,412	182,772	184,685
16		2029	252,246	2,229,091	
			$6,816,291	61,964,103	60,035,078
				$64,254,355	$64,556,279

*Interest only.

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
SCHEDULE OF LONG-TERM DEBT
PAYABLE TO CANADA MORTGAGE AND HOUSING CORPORATION

SCHEDULE 2

YEAR ENDED MARCH 31, 1982

(with comparative figures for 1981)

				1982	1981
Advances convertible to debentures:					
Housing and land				$ 2,304,288	$ 20,163,131
Debentures:					
Number of Debentures	Interest Rates	Year of Final Payment	Annual Payment of Principal and Interest		
		Housing and Land			
2	7½%	1987	$ 39,104	183,234	206,719
3	7½%	1988	33,885	158,365	178,603
2	8%	1989	47,956	587,700	587,700
1	7%	1990	31,741	188,640	205,728
3	10%	1999	190,619	1,859,693	2,117,358
15	9⅜% — 10¾%	2001	357,183	3,321,198	3,322,186
2	10½%	2002	14,411	133,740	133,740
9	9⅜% — 10¾%	2005	900,119	8,689,735	8,689,735
1	8¼%	2006	62,267	633,262	641,513
1	9½%	2007	44,761	415,022	419,029
1	7½%	2009	20,155	227,654	230,219
2	7⅝% — 9¾%	2011	16,932	171,200	172,470
4	6⅞% — 7⅞%	2021	111,030	1,421,479	1,428,128
34	7¼% — 7⅞%	2022	1,632,386	19,313,203	19,379,877
57	7¼% — 8¼%	2023	2,990,682	36,929,499	37,061,738
37	7½% — 8⅝%	2024	1,163,213	14,043,982	14,273,169
50	7⅝% — 10⅜%	2025	1,666,573	19,066,424	19,114,114
50	7⅝% — 10¾%	2026	2,715,447	27,694,451	27,739,171
43	7⅞% — 10¾%	2027	4,100,410	38,850,976	38,896,550
28	9⅜% — 10¾%	2028	3,128,447	29,631,782	29,661,225
21	9½% — 10¼%	2029	1,924,027	19,030,529	14,724,848
12	9½% — 11%	2030	1,575,278	14,294,113	
378			$22,766,626	236,845,881	219,183,820
		Renewal Schemes			
1	6⅜%	1983	$ 76,990	140,215	203,994
1	6⅜%	1984	15,929	42,206	54,598
1	6⅜%	1985	19,646	67,338	81,693
1	6⅜%	1986	716	2,979	3,471
1	7¼%	1987	20,242	95,357	107,653
1	8¼%	1988	72,937	374,341	412,541
6			$ 206,460	722,436	863,950
				237,568,317	220,047,770
				$239,872,605	$240,210,901

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
SCHEDULE OF ASSETS ON DEPOSIT WITH THE MINISTER OF FINANCE FOR SINKING FUND

SCHEDULE 3

YEAR ENDED MARCH 31, 1982

	PAR VALUE	COST
Manitoba Hydro-Electric Board:		
5½% bonds due October 1, 1982	$ 216,000	$ 184,574
5½% bonds due November 15, 1982	410,000	365,683
6¼% bonds due October 1, 1986	320,000	245,736
5¼% bonds due March 1, 1988	80,000	57,041
6¼% bonds due February 1, 1989	113,000	86,811
8% bonds due April 1, 1991	888,000	697,190
8½% bonds due September 15, 1991	599,000	517,097
6% bonds due April 15, 1992	709,000	411,362
8¼% bonds due August 31, 1992	389,000	296,641
6½% bonds due September 1, 1992	393,000	223,977
8⅜% bonds due December 17, 1998	157,000	126,286
Manitoba Telephone System:		
5½% bonds due November 15, 1983	101,000	84,374
5¼% bonds due December 1, 1984	86,000	67,794
5½% bonds due December 2, 1986	173,000	128,260
7% bonds due February 15, 1993	256,000	164,644
8¾% bonds due March 1, 1999	357,000	249,631
	$5,247,000	3,907,101
Cash, interest bearing		1,947,822
		$5,854,923

(see accompanying notes)

THE MANITOBA HOUSING AND RENEWAL CORPORATION
SCHEDULE OF ADMINISTRATIVE EXPENDITURES

SCHEDULE 4

YEAR ENDED MARCH 31, 1982

(with comparative figures for 1981)

	1982	1981
Advertising and exhibits	$ 1,665	$ 5,961
Automotive and travel	161,052	115,226
Board of Directors	75,193	43,408
Computer services	356,575	253,892
Depreciation — office furnishings and automotive equipment	45,032	39,837
— office premises	5,478	5,561
Employer's share of employee benefits	103,532	63,122
Equipment operation and rentals	32,069	28,568
Memberships, conferences and publications	18,907	11,639
New program development costs	259,285	306,263
Office accommodations and renovations	304,790	193,098
Postage and telephone	107,113	93,345
Printing and stationery	104,829	104,258
Professional fees	69,284	72,885
Salaries	2,729,967	2,334,137
Sundry	55,941	38,665
	4,430,712	3,709,865
Less administrative expenditures applied to construction and housing project operating subsidies	(957,704)	(1,148,824)
Administrative expenditures, net	$3,473,008	$2,561,041

(see accompanying notes)

THE MANITOBA HYDRO-ELECTRIC BOARD
AUDITORS' REPORT

We have examined the consolidated balance sheet of The Manitoba Hydro-Electric Board as at March 31, 1982 and the consolidated statements of operations, reserves and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Corporation as at March 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles as set out in note 1 to the financial statements, applied on a basis consistent with that of the preceding year.

Coopers & Lybrand
CHARTERED ACCOUNTANTS

May 28, 1982
Winnipeg, Manitoba

Consolidated Balance Sheet
As At March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
	(thousands of dollars)	
ELECTRIC UTILITY PLANT (at cost)		
In service	$2 891 325	$2 808 938
Less: Accumulated depreciation	524 720	469 158
	2 366 605	2 339 780
Construction in progress	202 544	188 792
	2 569 149	2 528 572
INVESTMENTS (at cost)—Schedule A	5 354	5 366
CURRENT ASSETS		
Temporary investments	30 500	—
Accounts receivable	46 361	42 771
Accrued revenue	13 161	10 998
Interest receivable and accrued	6 806	6 151
Materials and supplies (at average cost)	25 704	25 580
Prepaid expenses	1 337	550
	123 869	86 050
DEFERRED ASSETS		
Unamortized discount and other	27 442	29 853
	$2 725 814	$2 649 841

Approved on behalf of the Board:

Saul Cherniack, Chairman

C.E. Curtis, Vice-Chairman

LIABILITIES AND RESERVES

	1982	1981
	(thousands of dollars)	
LONG-TERM DEBT (Note 3)—Schedule B		
Payable in: Canadian Dollars	$ 946 517	$ 898 064
United States Dollars	1 245 444	1 188 547
Deutsche Marks	87 481	90 543
European Units of Account	8 100	8 910
Pounds Sterling	5 651	7 266
Swiss Francs	242 682	244 888
Japanese Yen	68 777	68 777
	2 604 652	2 506 995
Less: Sinking fund on deposit with The Minister of Finance—Schedule C	231 399	208 947
Less: Current portion (net of sinking fund)	75 366	67 245
	2 297 887	2 230 803
CURRENT LIABILITIES		
Bank balances	1 548	9 657
Accounts payable and accrued liabilities	28 177	27 562
Notes payable	102 744	74 943
Contract holdbacks	190	1 152
Accrued interest	75 672	73 568
Current portion of long-term debt	75 366	67 245
	283 697	254 127
DEFERRED LIABILITIES		
Advances for construction and other	10 107	8 437
DEFERRED CREDITS		
Contributions in aid of construction and other	32 967	31 126
RESERVES	101 156	125 348
	$2 725 814	$2 649 841

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Consolidated Statement of Operations
FOR THE YEAR ENDED MARCH 31, 1982 (with 1981 figures for comparison)

	1982	1981
	(thousands of dollars)	
REVENUES		
Sale of power -		
Manitoba	$311 354	$277 110
Extraprovincial	72 384	81 965
Other revenue	3 865	2 768
	387 603	361 843
EXPENSES		
Operating and administrative	129 413	114 398
Depreciation—plant	60 127	57 793
Fuel and power purchased	16 711	9 973
	206 251	182 164
Net revenue before interest expense	181 352	179 679
INTEREST EXPENSE		
Interest on debt	254 061	233 135
Amortization of debt discount and expense	3 046	2 976
Interest applied to construction	(26 128)	(22 269)
Investment income	(25 435)	(17 895)
	205 544	195 947
NET EXPENSE TRANSFERRED TO RESERVES	$ 24 192	$ 16 268

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Consolidated Statement of Reserves

FOR THE YEAR ENDED MARCH 31, 1982 (with 1981 figures for comparison)

	1982			1981
	(thousands of dollars)			
	Contingency and General	Rate Stabilization	Total	Total
BALANCE - BEGINNING OF YEAR	$123 829	$ 1 519	$125 348	$141 616
Net expense transferred from operations	—	(24 192)	(24 192)	(16 268)
BALANCE - END OF YEAR	$123 829	$(22 673)	$101 156	$125 348

Consolidated Statement of Changes in Financial Position

FOR THE YEAR ENDED MARCH 31, 1982 (with 1981 figures for comparison)

	1982	1981
	(thousands of dollars)	
SOURCE OF FUNDS		
From operations		
Net expense	$ (24 192)	$ (16 268)
Provision for depreciation—plant	60 127	57 793
Amortization of debt discount and expense	3 046	2 976
Transportation fleet depreciation and other items	3 104	2 750
	42 085	47 251
Proceeds from long-term debt	175 393	109 560
Contributions and advances in aid of construction, less refunds	3 854	9 118
Other transactions—net	(102)	979
	221 230	166 908
APPLICATION OF FUNDS		
Additions to fixed assets	103 954	99 634
Decrease in long-term debt	75 387	70 100
Sinking fund payment	33 640	32 065
	212 981	201 789
INCREASE (DECREASE) IN WORKING CAPITAL	$ 8 249	$ (34 881)

The accompanying notes are an integral part of the financial statements.

THE MANITOBA HYDRO-ELECTRIC BOARD

Notes to the Consolidated Financial Statements
FOR THE YEAR ENDED MARCH 31, 1982

NOTE 1—SIGNIFICANT ACCOUNTING POLICIES

The financial statements include the accounts of the Corporation and all of its wholly-owned inactive subsidiaries and have been prepared in accordance with generally accepted accounting principles except for the accounting for pension costs as noted in d) below.

a) Electric Utility Plant

The electric utility plant is stated at cost which consists of contracted services, direct labour, material and expense, a proportionate share of overhead costs and interest allocated at the effective rates incurred in financing construction. The cost of plant removed plus removal costs less salvage value is charged to accumulated depreciation.

Main facilities of major projects under construction become operational on a progressive basis. As such facilities become operational, related construction costs and a pro rata share of related common properties are transferred to plant in service. Once the transfer to plant in service is made, interest allocations to plant cost cease and depreciation commences.

During the year the portion of the Great Falls Rehabilitation Project that could be utilized was transferred to plant in service in the amount of $29 700 000 out of a total estimated capital cost of $35 438 000. In addition the portion of the Seven Sisters Rehabilitation Project that could be utilized was transferred to plant in service during the year in the amount of $12 200 000 out of a total estimated capital cost of $24 218 000.

Depreciation is provided on a straight line basis using the following estimated service lives for major assets:

Hydro-electric generation	67 years
Thermal-electric generation	33 years
Transmission lines and stations	35-50 years
Distribution lines	30-35 years

Depreciation of the transportation fleet amounting to $2 304 000 (1981 — $2 181 000) is included in the overall fleet cost which is allocated on a usage basis to capital and operating accounts and, therefore, is not included as part of the plant depreciation provision.

b) Reserves

The Corporation maintains the following reserves:

Contingency and General Reserve
An amount calculated as a percentage of net interest expense at a rate stipulated by The Manitoba Hydro Electric Board, may be transferred annually to this reserve. No transfer was made for the years ended March 31, 1982 and 1981.

Rate Stabilization Reserve
The net revenue or expense after provision for the contingency and general reserve is transferred annually to this reserve.

c) Foreign Exchange on Long-Term Debt

Long-term debt payable in foreign currencies is recorded at Canadian dollar equivalents using the exchange rates prevailing at the time the debt was incurred.

The Energy Rate Stabilization Act which came into force April 1, 1979 provides for the Province of Manitoba to relieve the Corporation of the costs associated with the foreign debt of Manitoba Hydro by replacing them with Canadian equivalent costs based on Canadian rates for similar terms as at the date the debt was incurred. The Province of Manitoba has confirmed to the Corporation that had the Province of Manitoba not assumed the cost of foreign debt at April 1, 1979 the valuation of the long-term debt of the Corporation as at March 31, 1982 would have been increased by approximately $335 million (1981 - $326 million) when translated at the year end rates of exchange. The Province of Manitoba also confirmed that the net expenditures relating to the debt sustained by the Province in the current year amounted to $29.1 million (1981 - $10.8 million) which if borne by the Corporation would have increased accordingly the excess expense over revenue of $24.2 million set out in the financial statements. The Canadian equivalent rates are set out in the long-term debt schedules attached as Schedule "B".

d) Pensions

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Corporation contributes 50% of the pension disbursements made to retired employees. Such payments are charged to income as incurred and a provision is not made in the accounts to fund current or past service obligations of the Corporation to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded provision for the Corporation's employees amounted to $63 357 000 as at December 31, 1981.

NOTE 2—COMMITMENTS

a) Lease Commitments

In accordance with a lease agreement entered into during 1966 between the Governments of Canada and Manitoba, direct current transmission facilities were constructed between the Kettle Generating Station and Winnipeg. The agreement provides for repayment by the Corporation of the capital cost with accrued interest at 5.625% over a term of forty-five years in accordance with a repayment schedule requiring substantially smaller payments during the earlier years. The schedule provides for payment of $7 000 000 for the year ended March 31, 1982 (1981 — $5 500 000), and for the following annual increases in payments: 1983 and 1984 — $1 500 000; 1985 to 1989 — $2 500 000. The progressive increases result in a payment in 1989 of $22 500 000. Payments for the fiscal years 1990 to 2019 will be calculated as the equal annual payment required to amortize the outstanding balance over thirty years at 5.625%. In addition, an annual payment of $596 000 is being made, until 1985, on account of the related microwave communications system. The unpaid balance of principal plus accrued interest for transmission and microwave facilities amounted to approximately $336 225 000 as at March 31, 1982 (1981 — $325 186 000).

The Corporation's policy is to charge the lease payments to operations in the period in which they become payable. This policy is consistent with the intent of the lease agreement of providing economic relief to ratepayers during the early years of the Nelson River development. This is evident when compared with a calculation of a charge in accordance with the C.I.C.A. recommendation on accounting for capital leases entered into subsequent to January 1, 1979, which indicates that an additional amount of approximately $15.9 million would have been charged to operations for the year and an additional net asset amount of approximately $202.4 million would have been recorded relating to the transmission facilities and microwave system.

b) Construction Commitments

Other outstanding commitments, principally for construction, were approximately $107 462 000 (1981 — $107 658 000).

NOTE 3—LONG-TERM DEBT

The Manitoba Hydro Act requires the Corporation to provide for an annual sinking fund installment to be paid to the Minister of Finance of the Province of Manitoba of not less than 1% of the principal amount of the outstanding debt on the preceding March 31, and 4% of the balance in the sinking fund at such date. Such installments under the statutory requirements would provide for the full retirement of a debt obligation only if the obligation was outstanding for forty-one years.

Income earned on sinking fund investments is remitted to the Corporation and is included with investment income for the year.

THE MANITOBA HYDRO-ELECTRIC BOARD

Schedule of Investments
AS AT MARCH 31, 1982

SCHEDULE A

Series	Coupon Rate	Due Date	Par Value	Cost
			(thousands of dollars)	
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS:				
1T	6.000%	August 30, 1982	$ 5	$ 5
1W	5.500%	October 1, 1982	5	4
2H	6.250%	October 1, 1986	50	44
2L	6.500%	September 1, 1992	432	425
2P	7.250%	August 1, 1993	633	610
3D	8.375%	December 17, 1998	900	883
GOVERNMENT OF CANADA BONDS:				
T29	4.500%	September 1, 1983	3 340	3 307
GILLAM HOSPITAL, INC. BONDS:				
1A	6.500%	February 15, 1983-88	76	76
			$5 441	$5 354

Long-Term Debt
AS AT MARCH 31, 1982 (with 1981 figures for comparison)

SCHEDULE B

Series	Coupon Rate	Canadian Equivalent Rate (note 1C)	Due Date	1982	1981
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS: (guaranteed by the Province of Manitoba)				(thousands of dollars)	
1M	5.250%		September 15, 1981	$ —	$ 25 000
2T	7.375%		May 17, 1982	8 000	8 000
2X	6.750%	7.840%	June 1, 1982-87 (DM 65 000 000)	19 903	22 965
1T	6.000%		August 30, 1982	22 000	22 000
1W	5.500%		October 1, 1982	20 000	20 000
1R	5.500%		November 15, 1982	16 775	16 775
1P	5.750%		March 15, 1983	19 500	19 500
3J	9.500%	10.500%	October 1, 1985 ($125 000 000 U.S.)	128 183	128 183
1Y	4.250%	4.840%	February 15, 1986 ($28 000 000 U.S.)	30 230	30 230
2H	6.250%		October 1, 1986	20 000	20 000
2N	7.000%		November 15, 1987	7 300	7 300
1U	4.875%	5.680%	March 1, 1988 ($25 000 000 U.S.)	26 927	26 927
2E	5.250%		March 1, 1988	20 000	20 000
2J	6.250%		February 1, 1989	25 000	25 000
1Z	4.500%	5.190%	October 1, 1989 ($25 000 000 U.S.)	26 914	26 914
2Q	9.000%		April 1, 1990	3 277	3 277
2F	4.750%	5.570%	November 1, 1990 ($9 000 000 U.S.)	9 681	9 681
3K	7.750%	9.780%	November 10, 1990 (Sfr 80 000 000)	31 074	31 074
2G	4.750%	5.570%	November 15, 1990 ($4 500 000 U.S.)	4 836	4 836
2S	8.000%		April 1, 1991	40 000	40 000
2U	8.500%		September 15, 1991	35 000	35 000
2V	8.000%		October 15, 1991	10 000	10 000
2Y	7.875%		April 5, 1992	50 000	50 000
Carried forward				$574 600	$602 662

THE MANITOBA HYDRO-ELECTRIC BOARD

Long-Term Debt
AS AT MARCH 31, 1982 (with 1981 figures for comparison)

SCHEDULE B

Series	Coupon Rate	Canadian Equivalent Rate (note 1C)	Due Date	1982	1981
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS: (guaranteed by the Province of Manitoba)				(thousands of dollars)	
	Brought forward			**$574 600**	$602 662
2K	6.000%		April 15, 1992	**35 000**	35 000
2Z	8.250%		August 31, 1992	**40 000**	40 000
2L	6.500%		September 1, 1992	**20 000**	20 000
2P	7.250%		August 1, 1993	**25 000**	25 000
3G	10.000%		June 10, 1994	**47 000**	47 000
3A	7.650%	8.170%	October 15, 1997 ($60 000 000 U.S.)	**58 929**	58 929
3B	8.375%		August 1, 1998	**35 000**	35 000
3D	8.375%		December 17, 1998	**40 000**	40 000
3M	9.250%	10.220%	June 30, 2001 ($125 000 000 U.S.)	**121 470**	121 470
3C	8.000%	8.570%	October 15, 2003 ($60 000 000 U.S.)	**59 803**	59 803
3E	9.250%	10.130%	June 15, 2004 ($100 000 000 U.S.)	**97 213**	97 213
3H	9.375%	10.070%	December 1, 2004 ($100 000 000 U.S.)	**98 959**	98 959
3L	9.250%	10.290%	January 15, 2006 ($125 000 000 U.S.)	**125 405**	125 405
3N	8.625%	9.340%	December 1, 2006 ($125 000 000 U.S.)	**126 773**	126 773
	6.000%	Sterling loan due April 1, 1982 to April 1, 1985 (£2 680 283)		**5 651**	7 266
ADVANCES FROM THE PROVINCE OF MANITOBA REPRESENTED BY DEBENTURE DEBT OF THE PROVINCE:					
10K	5.250%	8.120%	February 22, 1982 (Sfr 100 000 000)	—	40 786
10A	9.250%		April 30, 1982-85	**12 000**	15 000
10B	9.250%	9.040%	April 30, 1982-85 ($12 000 000 U.S.)	**12 220**	15 276
9L	7.000%	7.270%	June 17, 1982-89 (7 500 000 European Units of Account)	**8 100**	8 910
10F	8.750%	9.600%	April 15, 1983 ($50 000 000 U.S.)	**49 138**	49 138
10U	4.125%	9.200%	August 10, 1983 (Sfr 100 000 000)	**66 725**	66 725
10P	4.500%	8.520%	November 1, 1983 (Sfr 100 000 000)	**49 798**	49 798
10Q	6.700%	8.830%	January 30, 1984-90 (Y15 000 000 000)	**68 777**	68 777
10N	6.500%	8.110%	July 1, 1984 (DM 150 000 000)	**67 578**	67 578
9Z	8.375%/ 9.000%	9.900%	April 1, 1985 or April 1, 1995 ($20 000 000 U.S.)	**20 186**	20 186
11G	15.750%		March 25, 1988	**75 000**	—
10V	9.750%		December 1, 1988	**50 000**	50 000
11D	13.750%		March 31, 1991	**110 000**	110 000
11E	14.750%	15.900%	July 1, 1991 ($50 000 000 U.S.)	**59 953**	—
11F	7.000%	17.000%	February 22, 1992 (Sfr 60 500 000)	**38 580**	—
10R	4.000%	9.380%	May 18, 1993 (Sfr 100 000 000)	**56 505**	56 505
9R	8.750%		October 1, 1993	**31 000**	31 000
9J	6.875%	7.580%	November 1, 1993 ($50 000 000 U.S.)	**53 613**	53 613
9K	7.875%	7.880%	April 1, 1994 ($35 000 000 U.S.)	**37 692**	37 692
9U	8.375%	10.060%	May 1, 1994 ($24 000 000 U.S.)	**23 446**	23 446
9M	8.875%	8.490%	November 15, 1994 ($50 000 000 U.S.)	**53 735**	53 735
10D	8.875%/ 9.625%	10.400%	November 15, 1995 ($20 000 000 U.S.)	**20 138**	20 138
ADVANCES FROM THE PROVINCE OF MANITOBA UNDER A LOAN AGREEMENT BETWEEN THE PROVINCE AND THE GOVERNMENT OF CANADA:					
	9.000%		March 31, 1983 to 2009	**66 323**	66 942
	9.250%		March 31, 1983 to 2009	**45 649**	46 047
	9.625%		March 31, 1983 to 2009	**11 885**	11 950
	11.875%		March 31, 1983 to 2015	**1 965**	1 966
	13.750%		March 31, 1983 to 2015	**1 304**	1 307
	15.625%		March 31, 1983 to 2015	**2 579**	—
				$2 604 652	$2 506 995

Sinking Fund Investments Held by the Minister of Finance of the Province of Manitoba AS AT MARCH 31, 1982

SCHEDULE C

Series	Coupon Rate	Due Date	Par Value	Cost
			(thousands)	
THE MANITOBA HYDRO-ELECTRIC BOARD BONDS:				
2T	7.375%	May 17, 1982	$ 3 927	$ 3 673
2X	6.750%	June 1, 1982-87	DM 314	194
1T	6.000%	August 30, 1982	$ 8 009	7 297
1W	5.500%	October 1, 1982	5 545	4 878
1R	5.500%	November 15, 1982	4 261	3 825
1P	5.750%	March 15, 1983	4 676	4 169
2H	6.250%	October 1, 1986	7 910	6 349
2N	7.000%	November 15, 1987	2 178	1 716
1U	4.875%	March 1, 1988	550 U.S.	418
2E	5.250%	March 1, 1988	6 953	4 992
2J	6.250%	February 1, 1989	8 207	6 122
2Q	9.000%	April 1, 1990	894	800
2F	4.750%	November 1, 1990	575 U.S.	406
2S	8.000%	April 1, 1991	8 629	7 431
2U	8.500%	September 15, 1991	8 583	7 669
2V	8.000%	October 15, 1991	2 650	2 510
2Y	7.875%	April 5, 1992	13 222	11 478
2K	6.000%	April 15, 1992	8 640	6 276
2Z	8.250%	August 31, 1992	10 256	8 660
2L	6.500%	September 1, 1992	2 827	2 113
2P	7.250%	August 1, 1993	10 216	8 910
3G	10.000%	June 10, 1994	14 755	13 992
3A	7.650%	October 15, 1997	7 310 U.S.	7 018
3B	8.375%	August 1, 1998	12 661	10 145
3D	8.375%	December 17, 1998	8 779	7 123
3C	8.000%	October 15, 2003	3 649 U.S.	3 341
3E	9.250%	June 15, 2004	1 529 U.S.	1 505
3H	9.375%	December 1, 2004	1 110 U.S.	1 211
3L	[illegible].250%	January 15, 2006	897 U.S.	870
PROVINCE OF MANITOBA DEBENTURES:				
10A	9.250%	April 30, 1982-85	3 553	3 294
9R	8.750%	October 1, 1993	4 250	3 692
9J	6.875%	November 1, 1993	6 400 U.S.	5 990
9K	7.875%	April 1, 1994	5 780 U.S.	5 712
9M	8.875%	November 15, 1994	4 115 U.S.	4 252
9X	10.000%	December 5, 1999	165	142
MANITOBA TELEPHONE SYSTEM BONDS:				
1B	5.500%	November 15, 1983	640	568
1D	5.250%	December 1, 1984	4	3
1C	5.500%	December 2, 1986	494	397
1M	8.000%	September 15, 1989	24	21
1N	7.875%	November 15, 1991	433	343
1F	6.250%	December 1, 1991	1 995	1 223
1G	7.000%	February 15, 1993	91	76
1S	8.750%	March 1, 1999	1 095	904
Carried forward				$171 728

THE MANITOBA HYDRO-ELECTRIC BOARD

Sinking Fund Investments Held by the Minister of Finance of the Province of Manitoba
AS AT MARCH 31, 1982

SCHEDULE C

Series	Coupon Rate	Due Date	Par Value	Cost
			(thousands)	
		Brought forward		$171 728
UNIVERSITY OF MANITOBA DEBENTURES:				
1J	5.375%	November 1, 1983	315	298
1H	5.625%	October 15, 1987	250	255
PROVINCE OF QUEBEC DEBENTURES:				
D	5.250%	August 1, 1985	289	288
QUEBEC HYDRO-ELECTRIC COMMISSION BONDS:				
AF	5.750%	October 1, 1984	100	104
B.C. HYDRO AND POWER AUTHORITY BONDS:				
AH	5.875%	January 2, 1992	15 U.S.	10
ONTARIO HYDRO BONDS:				
GBC	8.000%	May 15, 1998	1 250	1 083
				173 766
CASH ON DEPOSIT				57 633
				$231 399

Price
Waterhouse
CHARTERED ACCOUNTANTS

2200 One Lombard Place
Winnipeg, Manitoba R3B 0X7
(204) 943-7321 Telex: 07-587728

September 29, 1982

To the Chairman,
Board of Directors,
The Manitoba Lotteries and Gaming Control Commission:

We have examined the balance sheet of The Manitoba Lotteries and Gaming Control Commission as at March 31, 1982 and the statements of general reserve and revenue and expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1982 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Price Waterhouse

Chartered Accountants

Balance Sheet

as at March 31, 1982 *(with 1981 figures for comparison)*

Assets

	1982	1981
Current assets:		
Cash on deposit	$ 366,335	$ 898,039
Accrued interest receivable	8,296	18,063
Western Canada Lottery Foundation	919,094	911,921
Total Community Involvement Inc.	—	150,000
Manitoba Lotteries and Gaming Licensing Board (Note 2)	36,882	556
Miscellaneous receivables	14,955	4,135
	1,345,562	1,982,714
Manitoba Lotteries and Gaming Licensing Board (Note 2)	24,707	2,225
Fixed assets:		
Furnishings and equipment	27,284	9,780
Leasehold improvements	17,500	—
	44,784	9,780
Less: Accumulated depreciation and amortization	12,518	7,000
	32,266	2,780
	$1,402,535	$1,987,719

Liabilities

	1982	1981
Current liabilities:		
Western Lottery — Manitoba Distributor Inc.	$ 719,260	$ 530,474
Accounts payable and accrued	26,640	25,165
	745,900	555,639
General Reserve	656,635	1,432,080
	$1,402,535	$1,987,719

APPROVED BY THE CHAIRMAN OF THE BOARD:

Statement of General Reserve

for the year ended March 31, 1982 *(with 1981 figures for comparison)*

	1982	1981
Balance, beginning of year	$1,432,080	$1,868,009
Add:		
Excess of revenue over expenditures for the year	4,279,555	3,889,071
	5,711,635	5,757,080
Deduct:		
Funds transferred to Government of Manitoba		
Department of Cultural Affairs and Historical Resources	1,765,000	1,441,670
Department of Fitness, Recreation and Sport	3,290,000	2,883,330
	5,055,000	4,325,000
Balance, end of year	$ 656,635	$1,432,080

Statement of Revenue and Expenditures

for the year ended March 31, 1982 *(with 1981 figures for comparison)*

	1982	1981
Revenue:		
Ticket revenue	$9,405,971	$7,982,616
Payment to Western Lottery — Manitoba Distributor Inc. (Note 3)	3,358,728	2,886,725
	6,047,243	5,095,891
Federal contribution (Note 4)	1,713,448	1,228,574
	4,333,795	3,867,317
Interest	163,637	202,475
	4,497,432	4,069,792
Expenditures:		
Advertising and promotion	37,440	11,317
Annual report	8,502	3,319
Board members' fees and expenses	17,664	25,490
Cartage	718	612
Depreciation and amortization	5,518	—
Equipment rentals and maintenance	1,220	288
Office and storage space rental	20,593	5,364
Office supplies	9,926	2,192
Postage, telephone and telex	4,052	3,238
Professional fees	18,867	12,998
Salaries	83,390	100,987
Travel	9,987	14,916
	217,877	180,721
Excess of revenue over expenditures	$4,279,555	$3,889,071

Notes to Financial Statements

March 31, 1982

1. Significant accounting policies:

(a) Operations—

The Commission is the agent of the Government of Manitoba in Western Canada Lottery Foundation, the organization responsible for providing lottery tickets, determining the winning tickets and paying out the prizes.

The Commission supervises the sale of lottery tickets in Manitoba through Western Lottery — Manitoba Distributor Inc. and authorized retailers.

(b) Ticket revenue—

Ticket revenue is received from Western Canada Lottery Foundation and represents the revenue the Foundation receives from the sale of tickets to Western Lottery — Manitoba Distributor Inc. less Manitoba's share of the Foundation's costs associated with these ticket sales.

Revenue is recognized on ticket sales for which draws were completed in the fiscal year.

(c) Fixed assets—

Fixed assets are recorded at cost. Furnishings and equipment are depreciated on a straight-line basis over 5 years. Leasehold improvements are amortized on a straight-line basis over the term of the lease.

2. The Manitoba Lotteries and Gaming Licensing Board:

Since April 1, 1981, the Commission and the Licensing Board have shared premises, management and administrative staff. Certain operating costs are allocated between the two organizations. The portion of fiscal 1982 joint operating costs which are recoverable from the Licensing Board are shown as a current asset on the balance sheet in the amount of $36,882.

Fixed assets for the new premises were purchased by the Commission. The Licensing Board will reimburse the Commission for one-half the cost by annual interest-free payments equal to its share of the depreciation and amortization charges. The amount of $24,707, recoverable from the Board in future years, is shown on the balance sheet as a long-term receivable.

3. Western Lottery — Manitoba Distributor Inc.:

Under the Government of Manitoba's Order-In-Council No. 634 issued June 23, 1980, the revenue from ticket sales of the Commission and of Western Lottery — Manitoba Distributor Inc. are shared by agreement. Accordingly, the Commission is transferring $3,358,728 (1981 — $2,886,725) of the revenue it earned in the 1982 fiscal year to the Distributor.

4. Federal contribution:

Effective January 1, 1980, the Government of Canada terminated its involvement in lotteries. In return, the ten Provinces are to contribute an annual sum of $24,000,000, adjusted for inflation, to the Federal Government. The Province of Manitoba's share for the 1982 fiscal year is $1,713,448 (1981 — $1,228,574).

Statement of Net Ticket Revenue

for the year ended March 31, 1982
prepared by the Manitoba Lotteries and Gaming Control Commission

	1982	1981
Ticket Sales at Retail:		
Western Express 53 draws (1981–52 draws)	$14,748,956	$15,237,766
Provincial 52 draws (1981–20 draws)	7,743,315	7,883,700
Super Loto 12 draws (1981– 9 draws)	9,449,380	6,546,380
Tic Tac Toe Instant Lottery*	2,983,100	—
	$34,924,751	$29,667,846
Distributor and Retailer Commissions (Note A)	6,512,481	5,606,250
	$28,412,270	$24,061,596
Cost of Tickets Sold (Note B)	$19,006,299	$16,078,980
	$ 9,405,971	$ 7,982,616
Revenue Shared by Agreement with Western Lottery-Manitoba Distributor Inc.	$ 3,358,728	$ 2,886,725
Net Ticket Revenue	$ 6,047,243	$ 5,095,891

NOTES:

A. The rates of commissions earned by the distributor and the retailers at the time of sale are as follows:

	Distributor	Retailer
Western Express	10%	10%
Provincial	10	10
Super Loto	7	8
Tic Tac Toe	10	10

B. The cost of tickets sold includes the cost of prizes, advertising, ticket printing, etc.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

AUDITOR'S REPORT

I report that the accounts and financial statements of The Manitoba Mental Health Research Foundation have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B and C, present fairly the financial position of The Manitoba Mental Health Research Foundation as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Foundation.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

May 25, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Cash in bank	$ 48,405	$ 53,064
Term deposits	125,000	105,000
Prepaid expense	-	200
	$ 173,405	$ 158,264

LIABILITIES

	1982	1981
Unexpended funds:		
Specific, Exhibit B	$ 59,214	$ 44,261
General, Exhibit C	114,191	114,003
	$ 173,405	$ 158,264

Exhibit B

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Statement of Cash Receipts and Disbursements - Specific Funds
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Transfer from general funds, Exhibit C	$ 45,638	$ 42,840
Disbursements:		
Research projects:		
University of Manitoba on behalf of grantees	18,041	9,047
University of Winnipeg on behalf of grantees	4,494	13,268
St. Boniface Hospital on behalf of grantee	3,150	2,000
	25,685	24,315
Other:		
Canadian Journal of Community Mental Health	5,000	-
Total Disbursements	30,685	24,315
Excess of receipts over disbursements	14,953	18,525
Unexpended funds, beginning of year	44,261	25,736
Unexpended funds, end of year, Exhibit A	$ 59,214	$ 44,261

Note: Specific funds pertain to projects which the Foundation had approved to be conducted by the grantees; the projects are either in progress or completed.

Exhibit C

THE MANITOBA MENTAL HEALTH RESEARCH FOUNDATION

Statement of Cash Receipts and Disbursements-General Funds
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Receipts:		
Grant from the Government of the Province of Manitoba	$ 15,000	$ 15,000
Donations received from the general public	545	350
Bank interest	30,775	19,566
Total Receipts	46,320	34,916
Disbursements:		
Administrative expenses	494	253
Transfer to specific funds, Exhibit B	45,638	42,840
Total Disbursements	46,132	43,093
Excess (deficiency) of receipts over disbursements	188	(8,177)
Unexpended funds, beginning of year	114,003	122,180
Unexpended funds, end of year, Exhibit A	$ 114,191	$ 114,003

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA MILK PRICES REVIEW COMMISSION

AUDITOR'S REPORT

I report that the accounts and financial statements of The Manitoba Milk Prices Review Commission have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B, together with the notes thereto, present fairly the financial position of the Manitoba Milk Prices Review Commission as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding period and are in agreement with the books of the Commission.

W.K. Ziprick, C.A.,
Provincial Auditor.

June 7, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA MILK PRICES REVIEW COMMISSION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Current Assets:		
Cash	$ 4,443	$ 52,133
Accounts Receivable:		
Grant from the Province of Manitoba	-	2,700
	$ 4,443	$ 54,833

LIABILITIES AND SURPLUS

	1982	1981
Current Liabilities:		
Accounts payable and accrued liabilities	$ 2,154	$ 32,468
Surplus, Exhibit B	2,289	22,365
	$ 4,443	$ 54,833

Exhibit B

THE MANITOBA MILK PRICES REVIEW COMMISSION

Statement of Income and Expenditure and Surplus
for the year ended March 31, 1982
(with 1981 six month operating period figures for comparison)

	1982	1981
Income:		
Grant from the Province of Manitoba	$ 65,932	$ 76,575
Expenditure:		
Annual report	$ 515	$ 500
Commission - Salaries and benefits	12,054	7,407
- Travel, and meetings	7,106	2,780
Office and postage	1,056	508
Professional fees	43,379	39,780
Salaries and benefits (Note 2)	17,558	1,660
Sundry	2,181	958
Telephone	2,159	617
	86,008	54,210
Income (under) over expenditure,	(20,076)	22,365
Surplus, beginning of the year	22,365	-
Surplus, end of the year, Exhibit A	$ 2,289	$ 22,365

THE MANITOBA MILK PRICES REVIEW COMMISSION

Notes to Financial Statements

1. The Milk Prices Review Act was enacted effective September 29, 1980. This Act established The Manitoba Milk Prices Review Commission to monitor prices of fluid milk and, if necessary, to set maximum and/or minimum prices at which fluid milk may be sold to consumers.

2. The Province of Manitoba provides the services of an Executive Secretary, office accomodations and other miscellaneous administrative services at no charge to the Commission.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MANITOBA MINERAL RESOURCES LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Manitoba Mineral Resources Ltd. as at March 31, 1982 and the statements of exploration expenditures and source and application of funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of Manitoba Mineral Resources Ltd. as at March 31, 1982 and the results of its operations and the source and application of its funds for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

July 20, 1982,
Winnipeg, Manitoba.

Exhibit A

MANITOBA MINERAL RESOURCES LTD.

Balance Sheet
as at March 31, 1982
(with comparative figures for 1981)

ASSETS

	March 31, 1982	March 31, 1981
Current assets:		
Cash in bank	$ 279,925	$ 183,533
Employees' expense advances	1,366	816
Accounts receivable	254,840	137,672
Prepaid expenses	1,927	1,826
Total current assets	538,058	323,847
Fixed assets, at cost:		
Field equipment	104,730	92,526
Office equipment	16,799	14,794
Office renovations	5,975	5,975
Vehicle	6,429	6,429
	133,933	119,724
Deduct: accumulated depreciation	133,933	119,412
	-	312
	$ 538,058	$ 324,159

LIABILITIES

	March 31, 1982	March 31, 1981
Current liabilities:		
Accounts payable	$ 69,311	$ 13,921
Undisbursed mandatory participation advances from the Government of the Province of Manitoba under an agreement	114,661	113,224
Total current liabilities	183,972	127,145
Grants for working capital from the Government of the Province of Manitoba (Note 1)	7,013,000	6,119,000
Deduct: exploration expenditures, net, Exhibit B (Note 2)	6,658,919	5,921,991
	354,081	197,009
Capital:		
Authorized - 20,000 shares of $1.00 each $20,000.00		
Issued and fully paid - 5 shares (Note 3)	5	5
	$ 538,058	$ 324,159

Exhibit B

Page 1

MANITOBA MINERAL RESOURCES LTD.

Statement of Exploration Expenditures

	From inception to March 31, 1981	April 1, 1981 to March 31, 1982	Total
Mining rights expenditures:			
Claim acquisition	$ 25,104	$ 100	$ 25,204
Claim staking	283,778	50,246	334,024
	308,882	50,346	359,228
Exploration expenditures:			
Airborne survey	704,365	39,751	744,116
Claim holding	24,050	(326)	23,724
Diamond drilling	5,183,026	498,136	5,681,162
Geochemical survey	1,247	-	1,247
Geological survey	2,087	-	2,087
Geophysical survey	841,508	186,092	1,027,600
Line cutting	932,739	169,339	1,102,078
Prospecting, examination	177,824	105,414	283,238
Office, field supplies	215,564	26,192	241,756
Field supervision	48,195	-	48,195
	8,130,605	1,024,598	9,155,203
Mining rights and exploration expenditures	8,439,487	1,074,944	9,514,431
Deduct recoveries:			
Joint venture agreements (Note 4 a)	3,907,943	600,983	4,508,926
Mineral Exploration Assistance Act (Note 4 e)	101,596	-	101,596
	4,009,539	600,983	4,610,522
Mining rights and exploration expenditures, net	4,429,948	473,961	4,903,909
Oil and gas expenditures	761,809	-	761,809
Deduct recoveries:			
Under an agreement with the Government of the Province of Manitoba (Note 4 c)	752,887	-	752,887
	8,922	-	8,922
Mining rights, exploration and oil and gas exploration expenditures, net (carried forward)	4,438,870	473,961	4,912,831

Exhibit B

Page 2

MANITOBA MINERAL RESOURCES LTD.

Statement of Exploration Expenditures

	From inception to March 31, 1981	April 1, 1981 to March 31, 1982	Total
Brought forward	$ 4,438,870	$ 473,961	$ 4,912,831
Payments under joint venture agreements:			
Mineral exploration	984,753	202,342	1,187,095
Oil and gas	107,060	-	107,060
	1,091,813	202,342	1,294,155
	5,530,683	676,303	6,206,986
Payments under Mandatory Participation Agreements being administered under an agreement with the Government of the Province of Manitoba	1,322,995	429,823	1,752,818
Recoveries under Mandatory Participation Agreements:			
Government of the Province of Manitoba (Note 4 f)	1,206,526	419,597	1,626,123
Other	116,469	10,226	126,695
	1,322,995	429,823	1,752,818
	-	-	-
Administration expenses, net, Schedule 1	484,501	61,640	546,141
	6,015,184	737,943	6,753,127
Income:			
Oil production (Note 5)	93,193	1,015	94,208
Exploration expenditures, net, Exhibit A (Note 2)	$ 5,921,991	$ 736,928	$ 6,658,919

Exhibit C

MANITOBA MINERAL RESOURCES LTD.

Statement of Source and Application of Funds for the year ended March 31, 1982 (with comparative figures for 1981)

	March 31, 1982	March 31, 1981
Source of funds:		
Grants from the Government of the Province of Manitoba	$ 894,000	$ 678,000
Non-cash transactions:		
Depreciation included in expenditures	18,356	17,267
Gain on disposal of fixed assets	(145)	(1,000)
	18,211	16,267
Proceeds from disposal of fixed assets	145	1,000
	912,356	695,267
Application of funds:		
Fixed assets purchased	18,044	16,229
Exploration expenditures, net	736,928	611,843
	754,972	628,072
Increase in working capital	$ 157,384	$ 67,195

Schedule 1

MANITOBA MINERAL RESOURCES LTD.

Schedule of Administration Expenses

	From inception to March 31, 1981	April 1, 1981 to March 31, 1982	Total
Administration expenses:			
Salaries and wages	$ 1,656,204	$ 312,961	$ 1,969,165
Directors' fees	31,000	2,600	33,600
Pension - Company's portion	41,412	9,999	51,411
Other employee benefits	76,426	13,487	89,913
Accounting and audit	49,267	5,890	55,157
Advertising	436	1,735	2,171
Business conferences	17,609	1,960	19,569
Depreciation	116,099	18,211	134,310
Rent and maintenance	151,748	23,267	175,015
Insurance	4,918	1,232	6,150
Legal	2,420	966	3,386
Maps, publications, etc.	10,462	724	11,186
Sundry	3,211	615	3,826
Vehicle costs - net	5,972	306	6,278
Telephone and telegraph	27,764	5,043	32,807
Travel	17,631	1,743	19,374
Supplies, postage and office	40,448	14,541	54,989
Camp maintenance	28,043	9,919	37,962
	2,281,070	425,199	2,706,269
Deduct allocations and recoveries:			
Salaries and wages allocated to exploration	1,086,055	209,059	1,295,114
Mineral joint venture agreements:			
Management fees (Note 4 b)	425,415	54,725	480,140
Camp and equipment expenses allocated to exploration	84,907	45,809	130,716
Oil and gas exploration agreement with the Government of the Province of Manitoba (Note 4 d)	64,942	-	64,942
Mandatory participation agreements being administered under an agreement with the Government of the Province of Manitoba (Note 4 g)	135,250	53,966	189,216
	1,796,569	363,559	2,160,128
Administration expenses, net, Exhibit B	$ 484,501	$ 61,640	$ 546,141

MANITOBA MINERAL RESOURCES LTD.

Notes to Financial Statements

1. Total authorized funds available from the Government of the Province of Manitoba of $7,013,000 were drawn down as conditional working capital grants as at March 31, 1982. These grants are conditional on the basis that they become repayable to the Government when exploration projects become profitable ventures.

2. Exploration expenditures include costs of projects abandoned by the Company totalling $3,186,422.

3. The issued shares of Manitoba Mineral Resources Ltd. are held by the directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

4. Recoveries from the Province of Manitoba under joint venture and other agreements included in recoveries shown in Exhibit B and Schedule 1:

	From inception to March 31, 1981	April 1, 1981 to March 31, 1982	Total
a) Mining rights and exploration expenditures	$ 1,689,539	$ -	$ 1,689,539
b) Mineral management fees	168,954	-	168,954
c) Oil and gas exploration expenditures	752,887	-	752,887
d) Oil and gas explorations - management fees	64,942	-	64,942
e) Mineral Exploration Assistance Act	101,596	-	101,596
f) Mandatory participation agreements	1,206,526	419,597	1,626,123
g) Mandatory participation agreements - administration expenses	135,250	53,966	189,216
	$ 4,119,694	$ 473,563	$ 4,593,257

5. Under an agreement with Berry Petroleum Ltd. dated March 7, 1974, Manitoba Mineral Resources Ltd. receives a 5 percent gross over-riding royalty on producing wells until the costs of drilling and equipping of the producing wells are recovered, after which the over-riding royalty converts to a 20 percent carried interest in the program. This provides that Manitoba Mineral Resources Ltd. will receive 20 percent of the monthly operating profit on the wells and that Manitoba Mineral Resources Ltd. will not be required to contribute to operating losses should they occur. However, profits will be applied against operating losses to the extent of such losses before payments will be made to Manitoba Mineral Resources Ltd.

6. The Company has outstanding commitments under joint venture agreements totalling $253,093 and contingent liabilities for guarantees of bank letters of credit totalling $45,000.

Auditor's Report

BURCH, FINDLAY, McFARLANE & CO.
CHARTERED ACCOUNTANTS

JOHN G. McFARLANE
J. WM. McLENNAN
LEONARD M. BACHEWICH
GRAHAM D. CAMPBELL
GORDON N. GOODMAN
DAVID L. MERRELL
ROBERT L. HEISINGER

101 - 219 KENNEDY STREET, WINNIPEG, MANITOBA R3C 1S8 - PHONE (AREA CODE 204) 942-8177

The Board of Directors,
The Manitoba Public Insurance Corporation.

We have examined the balance sheet of The Manitoba Public Insurance Corporation as at 31st October 1981, and the statements of operations, retained earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of The Corporation as at 31st October 1981 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied, except for the change in the method of accounting for the future pension liability as explained in Note 11 to the financial statements, on a basis consistent with that of the preceding year.

Burch, Findlay, McFarlane & Co.

Chartered Accountants.
Winnipeg, Manitoba.
January 12, 1982.

THE MANITOBA PUBLIC INSURANCE CORPORATION STATEMENT 1

Balance Sheet as at October 31, 1981

ASSETS

	1981	1980
Cash and investments maturing within one year (Note 4)	**$ 46,730,000**	**$ 31,196,000**
Accounts receivable (Note 5)	**14,599,000**	**11,732,000**
Prepaid expenses and inventories	**590,000**	**451,000**
Deferred premium acquisition costs (Note 3)	**5,243,000**	**4,449,000**
Investments - Schedule 1 (Note 3)	**110,745,000**	**94,058,000**
Property and equipment (Notes 3 and 6)	**7,878,000**	**6,807,000**
Organization expenses (Notes 3 and 7)	**3,288,000**	**3,573,000**
	$189,073,000	**$152,266,000**

On behalf of the Board:

Chairman

Vice-Chairman

LIABILITIES AND RETAINED EARNINGS

	1981	1980
General accounts payable	$ 2,083,000	$ 1,410,000
Provision for accrued charges	6,889,000	3,017,000
	$ 8,972,000	$ 4,427,000
Automobile Insurance Division		
Accounts payable and accrued charges	$ 3,922,000	$ 4,535,000
Unearned premiums (Note 3)	57,546,000	47,976,000
Unpaid claims (Note 3)	75,952,000	62,023,000
Retained earnings - Statement 2	18,251,000	13,152,000
	$155,671,000	$127,686,000
General Insurance Division		
Accounts payable and accrued charges	$ 515,000	$ 502,000
Unearned premiums (Note 3)	5,087,000	3,968,000
Unpaid claims (Note 3)	13,736,000	11,200,000
Retained earnings - Statement 2	5,092,000	4,483,000
	$ 24,430,000	$ 20,153,000
	$189,073,000	$152,266,000

THE MANITOBA PUBLIC INSURANCE CORPORATION

STATEMENT 2

Statement of Retained Earnings
FOR THE YEAR ENDED OCTOBER 31, 1981

	1981	1980
AUTOMOBILE INSURANCE DIVISION		
Unappropriated retained earnings at the beginning of the year	$ –	$ –
Net profit (loss) for the year - Statement 4	5,099,000	(2,068,000)
Transfer from reserve for rate stabilization	–	2,068,000
Transfer to reserve for rate stabilization	(2,099,000)	–
Transfer to reserve for catastrophes	(3,000,000)	–
Unappropriated retained earnings at the end of the year	$ –	$ –
Appropriated retained earnings		
Reserve for catastrophes (Note 8)	$10,000,000	$ 7,000,000
Reserve for contingencies (Note 8)	2,800,000	2,800,000
Reserve for rate stabilization (Note 9)	5,451,000	3,352,000
	$18,251,000	$13,152,000
Total retained earnings - Statement 1	$18,251,000	$13,152,000
GENERAL INSURANCE DIVISION		
Unappropriated retained earnings at the beginning of the year	$ 1,483,000	$ 1,412,000
Net profit for the year - Statement 5	609,000	1,071,000
Transfer to reserve for catastrophes and contingencies	(1,000,000)	(1,000,000)
Unappropriated retained earnings at the end of the year	$ 1,092,000	$ 1,483,000
Appropriated retained earnings		
Reserve for catastrophes and contingencies (Note 8)	$ 4,000,000	$ 3,000,000
Total retained earnings - Statement 1	$ 5,092,000	$ 4,483,000

THE MANITOBA PUBLIC INSURANCE CORPORATION　STATEMENT 3

Statement of Changes in Financial Position

FOR THE YEAR ENDED OCTOBER 31, 1981

	1981	1980
RESOURCES PROVIDED		
Net profit (loss) for the year - Statement 4 and 5	$ 5,708,000	$ (997,000)
Add:		
Increase in unearned premiums	10,689,000	4,126,000
Increase in unpaid claims	16,465,000	11,509,000
Depreciation and amortization	747,000	608,000
Proceeds from disposal of fixed assets	4,000	17,000
Total resources provided	$33,613,000	$15,263,000
RESOURCES APPLIED		
Increase in long term investments	$16,687,000	$ 5,602,000
Acquisition of property and equipment	1,537,000	143,000
Total resources applied	$18,224,000	$ 5,745,000
Increase in resources	$15,389,000	$ 9,518,000
CHANGE IN RESOURCES		
Increase in cash and short term investments	$15,534,000	$ 9,238,000
Increase in accounts receivable	2,867,000	2,891,000
Increase in prepaid expenses and inventories	139,000	110,000
Increase in deferred premium acquisition costs	794,000	486,000
Increase in accounts payable and accrued charges	(3,945,000)	(3,207,000)
	$15,389,000	$ 9,518,000

Statement of Operations — Automobile Insurance Division

FOR THE YEAR ENDED OCTOBER 31, 1981

	1981	1980
Premiums written	$157,807,000	$130,390,000
Premiums earned	$148,237,000	$126,562,000
Investment income (Note 3)	17,747,000	13,588,000
Total earned revenues	$165,984,000	$140,150,000
Less:		
Claims incurred	$128,094,000	$114,250,000
Expenses incurred - Statement 6 (Note 3)	32,791,000	27,968,000
	$160,885,000	$142,218,000
Net profit (loss) for the year - Statement 2	$ 5,099,000	$ (2,068,000)

Statement of Operations — General Insurance Division
FOR THE YEAR ENDED OCTOBER 31, 1981

	1981	1980
Premiums written	$ 13,354,000	$ 10,597,000
Premiums earned	$ 12,235,000	$ 10,299,000
Investment income (Note 3)	2,388,000	1,763,000
Total earned revenues	$ 14,623,000	$ 12,062,000
Less:		
Claims incurred	$ 8,368,000	$ 6,557,000
Expenses incurred - Statement 6 (Note 3)	5,646,000	4,434,000
	$ 14,014,000	$ 10,991,000
Net profit for the year - Statement 2	$ 609,000	$ 1,071,000

Statement of Expenses Incurred

FOR THE YEAR ENDED OCTOBER 31, 1981

	1981	1980
Amortization of organizational expenses	$ 285,000	$ 285,000
Bad debts	75,000	48,000
Commission	8,828,000	8,539,000
Data processing	1,609,000	1,377,000
Depreciation and amortization	462,000	323,000
Employee travel and sustenance allowance	377,000	314,000
Grants in lieu of taxes	420,000	310,000
Premium taxes	3,313,000	2,811,000
Rent	1,062,000	618,000
Salaries and employee benefits	20,682,000	16,281,000
Other administrative expenses	2,147,000	2,053,000
Less net recovery from the motor vehicle branch (Note 10)	(823,000)	(557,000)
Total expenses incurred	$38,437,000	$32,402,000

Allocation:		
Automobile insurance division - Statement 4 (Note 3)	$32,791,000	$27,968,000
General insurance division - Statement 5 (Note 3)	5,646,000	4,434,000
Total expenses incurred	$38,437,000	$32,402,000

THE MANITOBA PUBLIC INSURANCE CORPORATION

SCHEDULE 1

Schedule of Investments AS AT OCTOBER 31, 1981

Description of Securities	Par Value	Book Value
Provincial:		
Province of Manitoba	$20,575,000	$20,341,000
Manitoba Telephone System	22,749,000	21,911,000
Manitoba Hydro-Electric Board	25,417,000	23,162,000
Ontario Hydro-Electric Commission	1,500,000	1,356,000
	$70,241,000	$66,770,000
Hospitals:		
Brandon General Hospital	$ 2,162,000	$ 2,162,000
Boissevain Hospital District	908,000	908,000
Dauphin General Hospital	105,000	105,000
Deloraine Hospital District #14	666,000	666,000
The De Salaberry Hospital District #27A	221,000	221,000
Flin Flon General Hospital	780,000	780,000
Gimli Hospital District #39	224,000	224,000
Gladstone Hospital District #17	21,000	21,000
Grace General Hospital	872,000	719,000
Grandview Hospital District #3B	14,000	14,000
Hamiota Hospital District #7A	98,000	98,000
Health Sciences Centre	1,432,000	1,352,000
Hunter Memorial Hospital District #33	1,354,000	1,354,000
Lakeshore General Hospital District #34A - Ashern	73,000	73,000
Lynn Lake Hospital District #38	184,000	184,000
Manitoba Hospital Capital Financing Authority	2,975,000	2,975,000
Minnedosa Hospital District #8	105,000	105,000
Misericordia General Hospital	634,000	634,000
Morden Hospital District #21	748,000	748,000
Neepawa Hospital District #9	406,000	406,000
Portage Hospital District #18	575,000	575,000
The Roblin Health Centre District	960,000	960,000
Russell Hospital District #8	520,000	520,000
St. Anne Hospital	9,000	8,000
St. Anthony's General Hospital - The Pas	780,000	780,000
Swan River Hospital District #1	529,000	529,000
Thompson General Hospital	1,325,000	1,325,000
Tri-Lake Hospital District #15	56,000	56,000
Victoria General Hospital - Winnipeg	1,500,000	1,500,000
Victoria-South Norfolk Treherne Hospital District #19	280,000	280,000
Winnipeg General Hospital	100,000	93,000
Betel Home Foundation - Gimli	198,000	198,000
Betel Home Foundation - Selkirk	513,000	513,000
Bethania Mennonite Personal Care Home Inc.	115,000	115,000
Birtle Health Services District	571,000	571,000
Birtle Personal Care Home Inc.	64,000	64,000
B. M. W. Health Facilities Inc.	102,000	102,000
Dauphin Personal Care Home Inc.	437,000	437,000
Fairview Home Inc.	113,000	113,000
Flin Flon Personal Care Home Corporation	1,160,000	1,160,000
Foyer Notre Dame Incorporated	52,000	52,000
Goodwin Lodge Inc.	145,000	145,000
Holy Family Nursing Home -Sister Servants of Mary Immaculate	989,000	989,000
Lakeview Senior Citizens Home	64,000	64,000
Lorne Memorial Medical Nursing Unit #190	266,000	266,000
McCreary/Alonsa Health Centre	41,000	41,000
McCreary/Alonsa Personal Care Home Inc.	149,000	149,000
Manitoba Baptist Home Society Inc.	133,000	133,000
Middlechurch Home of Winnipeg	104,000	104,000
Portage la Prairie Lions Care Hostel Inc.	321,000	321,000
Red River Valley Lodge Inc. - Emerson	100,000	100,000
Rocklake Health District	1,135,000	1,135,000
Rocklake Personal Care Home Inc.	280,000	280,000
Rosewood Lodge Inc.	20,000	20,000

THE MANITOBA PUBLIC INSURANCE CORPORATION

SCHEDULE 1

Schedule of Investments, CONTINUED

Description of Securities	Par Value	Book Value
St. Joseph's Residence	931,000	931,000
Tache Nursing Centre	1,068,000	1,068,000
The Pas Health Complex Inc. - St. Paul's Residence	491,000	491,000
The Pas Health Complex Inc. - St. Anthony's General Hospital	667,000	667,000
Tiger Hills Manor Inc.	38,000	38,000
Winnipeg Presbytery Society for Senior Citizens Homes in Winnipeg	140,000	140,000
	$31,023,000	$30,782,000
Schools:		
Portage la Prairie School Division #24	$ 187,000	$ 187,000
Flin Flon School Division #46	268,000	268,000
Western School Division #47	130,000	130,000
	$ 585,000	$ 585,000
Municipal:		
City of Brandon	$ 696,000	$ 670,000
City of Flin Flon	1,272,000	1,272,000
City of Portage la Prairie	846,000	841,000
Town of Altona	361,000	361,000
Town of Boissevain	111,000	106,000
Town of Carman	112,000	112,000
Town of Deloraine	61,000	61,000
Town of Emerson	21,000	21,000
Town of Grandview	121,000	121,000
Town of Killarney	359,000	359,000
Town of Melita	378,000	378,000
Town of Morden	598,000	598,000
Town of Morris	32,000	32,000
Town of Roblin	31,000	31,000
Town of Russell	236,000	236,000
Town of Selkirk	605,000	605,000
Town of Snow Lake	109,000	109,000
Town of Steinbach	767,000	767,000
Town of Swan River	543,000	543,000
Town of Winkler	217,000	217,000
Town of Winnipeg Beach	78,000	78,000
Village of Arborg	30,000	30,000
Village of Gretna	26,000	26,000
Village of Lac du Bonnet	123,000	123,000
Village of MacGregor	137,000	137,000
Village of Pilot Mound	76,000	76,000
Village of Riverton	9,000	9,000
Village of Shoal Lake	84,000	84,000
Village of Somerset	65,000	65,000
Village of St. Pierre	180,000	180,000
Village of Winnipegosis	46,000	46,000
Rural Municipality of Albert	20,000	20,000
Rural Municipality of Assiniboine	18,000	17,000
Rural Municipality of Cartier	13,000	13,000
Rural Municipality of Edward	181,000	181,000
Rural Municipality of Hanover	122,000	122,000
Rural Municipality of La Broquerie	27,000	27,000
Rural Municipality of MacDonald	235,000	235,000
Rural Municipality of North Norfolk	154,000	154,000
Rural Municipality of Ritchot	254,000	254,000
Rural Municipality of Rockwood	70,000	70,000
Rural Municipality of Springfield	33,000	33,000
Rural Municipality of Strathcona	34,000	34,000
Rural Municipality of Tache	31,000	31,000
Rural Municipality of Thompson	49,000	49,000
Rural Municipality of Whitewater	34,000	34,000
Local Government District of Consol	148,000	148,000
Local Government District of Leaf Rapids	2,892,000	2,892,000
	$ 12,645,000	$ 12,608,000
	$114,494,000	$110,745,000

Notes to the Financial Statements

OCTOBER 31, 1981

1. *Status of the Corporation.*

The Manitoba Public Insurance Corporation was incorporated as a Crown Corporation under The Automobile Insurance Act in 1970. In 1974 The Automobile Insurance Act was revised and became The Manitoba Public Insurance Corporation Act (Chapter A180, of the continuing consolidation of the statutes of Manitoba).

Under the provisions of its Act, the Corporation conducts a comprehensive automobile program and general insurance business. For financial accounting purposes the automobile and general insurance divisions are regarded as separate operations.

2. *Basis of Reporting.*

The financial statements of the Corporation are in such form as prescribed by Section 37(1) of The Manitoba Public Insurance Corporation Act and are presented in accordance with generally accepted accounting principles and conform in all material aspects to that suggested in the 1974 research study "Financial Reporting for Property and Casualty Insurers" of the Canadian Institute of Chartered Accountants.

3. *Summary of Significant Accounting Policies.*

This summary outlines those accounting policies followed by the Corporation which have a significant effect on the financial statements.

Deferred Premium Acquisition Costs.

Commissions and premium taxes are charged to expense over the terms of the insurance contracts to which such costs relate.

Investments.

Bonds and debentures are carried at cost plus accumulated amortization of discounts and premiums. The applicable discounts and premiums are amortized over the life of the investment.

Notes to the Financial Statements, CONTINUED

Depreciation and Amortization.

Depreciation is provided on a straight-line basis at rates which will amortize the original cost over the estimated useful life of each asset. The annual rates are:

Buildings	2.5%
Equipment	10.0%
Data processing equipment	20.0%
Automotive equipment	20.0%

Leasehold improvements at Eaton Place are amortized over a ten year term commencing in 1981.

Organizational Expenses.

The Corporation utilizes the straight-line method of amortization at a rate of 5% per annum. The organizational expenses will be fully amortized for the automobile insurance division in the 1992 fiscal year and for the general insurance division in the 1995 fiscal year.

Unearned Premiums.

The liability for unearned premiums is the portion of premiums that relate to the unexpired term of each insurance contract.

Unpaid Claims.

Unpaid claims include a provision for reported unpaid claims and an estimate for unreported claims. The estimate for unreported claims is $17,000,000 (1980 - $12,000,000) for the automobile insurance division and $4,975,000 (1980 - $5,125,000) for the general insurance division.

Investment Income.

The investment income has been allocated to the automobile and general insurance divisions based on a monthly averaging of the funds available within each division.

Expenses.

The Corporation allocates expenses incurred to the automobile and general insurance divisions on the following basis:

i) Identifiable direct expenses were charged to each division.

ii) Where direct allocation was impractical, expenses were allocated to each division based on a proration approved by the Corporation's Board of Directors.

Reinsurance.

The agreement under which the Corporation reinsured part of its automobile insurance division risk with its general insurance division was cancelled February 29, 1980. This agreement required a deposit premium each year with adjustments based on loss experience. The inter-divisional transactions included in the accounts are as follows:

	1981	1980
Premiums ceded to the general insurance division	$1,634,000	$1,398,000
Reported claims incurred	1,580,000	1,211,000
Provision for unreported claims	1,550,000	1,950,000

The Corporation also ceded premiums to other insurers for the automobile and general insurance divisions, and the general insurance division assumed insurance business from other insurers.

4. a) *Cash and Investments Maturing Within One Year.*

	1981	1980
Cash	$(5,987,000)	$(5,065,000)
Investment certificates	49,910,000	34,680,000
Bonds and debentures	2,807,000	1,581,000
	$46,730,000	$31,196,000

Notes to the Financial Statements, CONTINUED

b) As at October 31, 1981, the Corporation has committed $20,000,000 (1980 - $10,500,000) for the purchase of various Manitoba long term securities.

5. *Accounts Receivable.*

	1981		1980	
	Subrogation	Other	Subrogation	Other
Accounts receivable	$8,815,000	$12,622,000	$7,534,000	$9,874,000
Less allowance for doubtful accounts	6,641,000	197,000	5,521,000	155,000
	$2,174,000	$12,425,000	$2,013,000	$9,719,000

6. *Property and Equipment.*

The cost of major classes of property and equipment and the related accumulated depreciation and amortization are:

	Cost	Accumulated Depreciation and Amortization	Net Book Value at Oct. 31, 1981	Net Book Value at Oct. 31, 1980
Land	$1,289,000	$ —	$1,289,000	$1,278,000
Buildings	5,632,000	814,000	4,818,000	4,959,000
Equipment	1,844,000	1,178,000	666,000	570,000
	$8,765,000	$1,992,000	$6,773,000	$6,807,000
Leasehold Improvements	1,228,000	123,000	1,105,000	—
	$9,993,000	$2,115,000	$7,878,000	$6,807,000

7. *Organizational Expenses.*

	Cost	Accumulated Amortization	Net Book Value at Oct. 31, 1981	Net Book Value at Oct. 31, 1980
Automobile insurance division	$4,709,000	$2,118,000	$2,591,000	$2,826,000
General insurance division	996,000	299,000	697,000	747,000
	$5,705,000	$2,417,000	$3,288,000	$3,573,000

8. *Reserves for Catastrophes and Contingencies.*

These reserves will assist in protecting the Corporation against future catastrophic losses and unforeseen events that may arise.

9. *Reserve for Rate Stabilization.*

This reserve may be utilized in lieu of an increase in insurance rates or for increased future benefits from the automobile plan.

10. *Share Cost Agreements.*

The administrative costs associated with the driver and motor vehicle systems are shared by the Corporation and the Motor Vehicle Branch based on a share cost agreement. For the 1981 fiscal year, the share cost agreement resulted in a net recovery by the Corporation from the Motor Vehicle Branch of $823,000 (1980 - $557,000).

The basic commissions and flat fees paid to agents are also shared by the Corporation and the Motor Vehicle Branch. In 1981 Treasury Board approved a new share cost agreement retroactive to November 1, 1978. The new share cost agreement resulted in a recovery by the Corporation from the Motor Vehicle Branch of $1,907,000 of which $995,000 pertained to the 1981 fiscal year.

11. *Pension Plan.*

The employees of the Corporation are subject to the Civic Service Superannuation Act and it is the policy of the Corporation to provide for the employer's future pension liability.

As at October 31, 1979 the unfunded unindexed liability on past employee contributions amounted to $1.4 million and was being charged to operations within a five year period commencing in 1980.

In 1981 the Corporation fully funded the employer's future pension liability on an indexed basis. The unfunded indexed liability on past and current employee contributions approximating $2.3 million (1980 - $2.1 million) as determined by actuarial review was charged to operations in 1981.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA RESEARCH COUNCIL

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Research Council have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, C, D, E and F, and Schedules 1, 2 and 3, together with the notes thereto, present fairly the financial position of The Manitoba Research Council as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except for the changes as set out in note 1(b), on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

November 15, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA RESEARCH COUNCIL

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Current:		
Cash	$ 5,000.00	$ 3,000.00
Funds on deposit with the Minister of Finance	501,789.17	147,239.61
Accounts receivable (Note 2)	302,296.84	46,314.21
	809,086.01	196,553.82
Fixed: at cost (Note 1(b)ii)		
Building	832,311.65	796,343.65
Furniture and fixtures	195,888.16	179,405.83
Equipment	1,755,801.02	1,206,136.35
Leasehold improvements	220,678.96	192,962.02
Land	25,000.00	25,000.00
	3,029,679.79	2,399,847.85
	$ 3,838,765.80	$ 2,596,401.67
LIABILITIES		
Current:		
Accounts payable	$ 23,082.91	$ 19,939.05
Investment in fixed assets, Schedule 1	3,029,679.79	2,399,847.85
Unexpended funds, Exhibit B	786,003.10	176,614.77
	$ 3,838,765.80	$ 2,596,401.67

Exhibit B

THE MANITOBA RESEARCH COUNCIL

Unexpended Funds Summary Statement
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Canadian Food Products Development Centre:		
Grant Account, Exhibit C	$ 300,893.85	$ 57,392.49
General, Exhibit D	62,371.09	62,371.09
	363,264.94	119,763.58
Industrial Technology Centre:		
Grant Account, Exhibit E	421,523.76	50,276.24
Other Projects, Exhibit F		
Grant Account	-	5,341.18
General	1,214.40	1,233.77
	1,214.40	6,574.95
Unexpended funds - Exhibit A	$ 786,003.10	$ 176,614.77

Exhibit C

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Canadian Food Products Development Centre, Grant Account
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Grants received from the Province of Manitoba and Canada (Note 1(a))	$ 720,651.83	$ 739,279.07
Fees for service	182,882.56	64,330.90
Contribution from the National Research Council (Note 3)	63,000.00	-
Sale of equipment	18,000.00	-
Total revenue	984,534.39	803,609.97
Expenditure, Schedule 2:		
Operating	512,346.80	396,962.30
Capital	228,686.23	346,832.29
Grant	-	2,000.00
Total expenditure	741,033.03	745,794.59
Excess of revenue over expenditure	243,501.36	57,815.38
Balance of unexpended funds at beginning of year	57,392.49	(422.89)
Balance of unexpended funds at end of year, Exhibit B	$ 300,893.85	$ 57,392.49

Exhibit D

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Canadian Food Products Development Centre, General Account
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance of unexpended funds at beginning of year	$ 62,371.09	$ 62,371.09
Balance of unexpended funds at end of year, Exhibit B	$ 62,371.09	$ 62,371.09

Exhibit E

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds
Industrial Technology Centre, Grant Account
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Grants received from the Province of Manitoba and Canada (Note 1(a))	$ 2,102,116.52	$ 2,013,842.35
Fees for service	313,212.74	63,461.83
Contribution from the National Research Council (Note 3)	63,000.00	-
Metric Information Centre Agreement (Note 4)	75,650.00	-
Total revenue	2,553,979.26	2,077,304.18
Expenditure, Schedule 3		
Operating	1,237,468.90	821,442.65
Capital	432,411.49	708,879.90
Contracts	510,851.35	480,668.34
Grants	2,000.00	11,577.17
Total expenditure	2,182,731.74	2,022,568.06
Excess of revenue over expenditure	371,247.52	54,736.12
Balance of unexpended funds at beginning of year	50,276.24	(4,459.88)
Balance of unexpended funds at end of year, Exhibit B	$ 421,523.76	$ 50,276.24

Exhibit F

THE MANITOBA RESEARCH COUNCIL

Statement of Revenue and Expenditure and Unexpended Funds - Other Projects
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Grant Account		
Expenditures:		
Refunds to the Government of the Province of Manitoba of unexpended project funds	$ 5,360.55	$ 8,203.72
R. A. Fisher - Foundry Furnace	-	1,440.60
Wintering of Honey Bees and Production of Queen Bees	-	1,524.77
Total expenditures	5,360.55	11,169.09
Balance of unexpended funds at beginning of year	5,341.18	16,510.27
	(19.37)	5,341.18
Allocation from General Account	19.37	-
Balance of unexpended funds at end of year - Exhibit B	$ -	$ 5,341.18
General Account		
Balance of unexpended funds at beginning of year	$ 1,233.77	$ 1,233.77
Allocation to Grant Account	19.37	-
Balance of unexpended funds at end of year - Exhibit B	$ 1,214.40	$ 1,233.77

Schedule 1

THE MANITOBA RESEARCH COUNCIL

Schedule of Investment in Fixed Assets - at Cost for the year ended March 31, 1982

	Balance March 31, 1981	Acquisitions	Dispositions	Balance March 31, 1982
Canadian Food Products Development Centre				
Equipment	$ 341,641.00	$ 187,139.38	$ 31,265.78	$ 497,514.60
Furniture and fixtures	4,280.52	5,578.85	-	9,859.37
Leasehold improvements	12,235.94	-	-	12,235.94
Building	796,343.65	35,968.00	-	832,311.65
Land	25,000.00	-	-	25,000.00
	1,179,501.11	228,686.23	31,265.78	1,376,921.56
Industrial Technology Centre				
Equipment	864,495.35	393,791.07	-	1,258,286.42
Furniture and fixtures	175,125.31	10,903.48	-	186,028.79
Leasehold improvements	180,726.08	27,716.94	-	208,443.02
	1,220,346.74	432,411.49	-	1,652,758.23
Investment in fixed assets, Exhibit A	$ 2,399,847.85	$ 661,097.72	$ 31,265.78	$ 3,029,679.79

Schedule 2

THE MANITOBA RESEARCH COUNCIL

Schedule of Expenditures
Canadian Food Products Development Centre - Grant Account
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Expenditures:		
Operating:		
Advertising and promotion	$ 9,239.10	$ 24,132.73
Building maintenance and repair	8,254.97	5,452.18
Equipment - rentals, maintenance and repair	13,273.96	7,362.39
Fees - memberships, seminars, customs and audit	16,792.75	14,711.16
Heating, utilities and taxes	21,749.76	18,715.55
Laboratory supplies	46,460.57	51,187.38
Library - consultants and publications	23,542.41	17,518.72
Postage and telephone	11,059.54	8,001.94
Printing and stationery supplies	7,737.67	7,357.86
Purchased testing services	3,217.13	5,032.50
Real estate rental	5,299.84	-
Salaries and employee benefits	265,295.41	213,947.67
Staff transfer and relocation costs	4,985.78	12,269.87
Technical assistants	58,923.05	-
Travel and transportation	16,514.86	11,272.35
	512,346.80	396,962.30
Capital:		
Building architect and consulting engineer	-	2,877.75
Construction contract	35,968.00	134,568.68
Equipment and furnishings	192,718.23	209,385.86
	228,686.23	346,832.29
Grant:		
Canada Wide Science Fair	-	2,000.00
Total expenditures, Exhibit C	$ 741,033.03	$ 745,794.59

Schedule 3

THE MANITOBA RESEARCH COUNCIL

Schedule of Expenditures
Industrial Technology Centre, Grant Account
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Expenditures:		
Operating:		
Advertising and promotion	$ 23,729.21	$ 32,317.88
Bad debt expense	19,639.85	-
Building maintenance and repair	12,497.70	22,245.34
Consulting fees	16,357.48	10,493.99
Equipment - rentals, maintenance and repair	22,740.87	14,587.32
Fees - memberships, seminars, customs and audit	18,961.74	5,056.96
Heating, utilities and taxes	44,094.71	24,933.34
Laboratory supplies	118,138.12	82,298.94
Library - consultants and publications	69,498.56	53,691.67
Postage and telephone	21,126.68	22,313.34
Printing and stationery supplies	39,941.94	21,211.59
Purchased testing services	64,387.43	16,169.21
Real estate rental	131,375.32	130,971.96
Salaries and employee benefits	363,513.64	324,569.57
Staff transfer and relocation cost	1,351.25	6,807.36
Technical assistants	223,335.79	15,618.28
Travel and transportation	46,778.61	38,155.90
	1,237,468.90	821,442.65
Capital:		
Professional fee - architect	-	2,916.53
Equipment and furnishings	404,694.55	655,658.37
Leasehold improvements	27,716.94	50,305.00
	432,411.49	708,879.90
Contracts:		
Industrial Applications of Micro Electronics Inc.	300,000.00	283,333.34
Medical Products Institute	24,000.00	75,500.00
University of Manitoba - Dr. Sehon	186,851.35	66,150.00
Winnipeg Rh Institute	-	55,685.00
	510,851.35	480,668.34
Grants:		
Biomass Energy Institute	1,500.00	2,000.00
Canada Wide Science Fair	-	2,000.00
The Institute of Electrical and Electronics Engineers Inc.	-	989.86
Novabio Processes Incorporated	-	1,762.31
Seder Sportswear	500.00	-
Sperry Univac - Defense Systems	-	4,825.00
	2,000.00	11,577.17
Total expenditures, Exhibit E	$ 2,182,731.74	$ 2,022,568.06

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1982

1. Accounting Policies

(a) Nature of accounts

The Manitoba Research Council is presently carrying out three activities and accounts for each activity in separate grant accounts. The Council operates the Canadian Food Products Development Centre and the Industrial Technology Centre under agreements with the Province of Manitoba, for which the funding is provided by the Governments of Canada and Manitoba under the Subsidiary Agreement on Industrial Development. Under the terms of the Agreement expenditures are shared by Canada and Manitoba on a 62.5 percent and 37.5 percent basis, respectively.

In addition to operating these two Centres as separate activities, the Council undertakes projects or makes grants for specific projects on behalf of the Province of Manitoba or Canada, each of which has been specifically approved by the respective Governments. This is accounted for in the Other Projects Fund.

Funds generated from operations of an activity in periods prior to the Council operating under the Subsidiary Agreement on Industrial Development were recorded in a general account of the activity. These general account funds are available to the Council for undertakings related to the activity in excess of the funds authorized by way of Canada-Manitoba contributions. Under the Subsidiary Agreement on Industrial Development, funds generated from operations of the Centres are applied against the costs of operations of the Centres.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1982

(b) Change in accounting policies

(i) Accounting basis:

The Council changed from a cash basis of accounting to an accrual basis of accounting for the fiscal year ended March 31, 1982. In order to reflect the operations for the fiscal year ended March 31, 1982 on an accrual basis, adjustments were also made to the opening position. Accordingly, these adjustments are reflected in the comparative figures for the fiscal year ended March 31, 1981. The adjustments to the 1981 comparative figures increased revenues and accounts receivable by $46,314.21 and increased expenses and accounts payable by $19,939.05 which resulted in a net increase in "unexpended funds" of $26,375.16.

(ii) Fixed assets:

The balance sheet now reflects fixed assets at cost, with a corresponding entry to "Investment in Fixed Assets". This change in disclosure was retro-actively applied to the year ended March 31, 1981.

All fixed asset acquisition and sale transactions appear in the statement of revenue and expenditure. Because asset purchases and sales are reflected as expense and revenue as incurred, no provision is made for depreciation or amortization of fixed assets.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1982

(ii) Fixed assets: (continued)

The Council's policy is to remove the cost of all physical assets from the accounts which have:

- become obsolete during the year,
- been sold or otherwise disposed of during the year, or
- in the case of leasehold improvements, a full write-off will be recorded at the termination of the lease period, excluding any renewal option periods.

Restrictions over fixed assets under the Subsidiary Agreement on Industrial Development:

Physical assets acquired or constructed under this agreement must be utilized in a manner compatible with the intent of the agreement for at least 10 years. Any incompatible use of such physical assets within the 10 year period, including disposition by way of outright sale, would require a repayment to Canada of 62.5 percent of the fair market value of the asset at the time of the change of use.

(c) General and administrative expenses

General and administrative expenses relating to the activities of the Canadian Food Products Development Centre and the Industrial Technology Centre are paid for from the funds of these activities except for two departmental staff members assigned to the Industrial Technology Centre without charge to the Centre. Administrative and general expenses related to the Council's other operations are paid by the Department of Economic Development and Tourism from its appropriations.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements
for the year ended March 31, 1982

2. Accounts Receivable:

	1982	1981
Canadian Food Products Development Centre		
Trade:		
Province of Manitoba	$ 194.56	$ -
Government of Canada	7,639.56	-
Other	51,664.89	7,247.75
	59,499.01	7,247.75
Contribution agreement - National Research Council	31,500.00	-
Total	90,999.01	7,247.75
Industrial Technology Centre		
Trade:		
Province of Manitoba	13,427.10	2,975.00
Government of Canada	1,887.99	-
Other	108,472.59	36,091.46
	123,787.68	39,066.46
Less: allowance for doubtful accounts	19,639.85	-
	104,147.83	39,066.46
Contribution agreement - National Research Council	31,500.00	-
Metric Commission Canada - agreement	75,650.00	-
Total	211,297.83	39,066.46
Accounts receivable, Exhibit A	$ 302,296.84	$ 46,314.21

3. National Research Council Contribution Arrangement

For the year ended March 31, 1982, a contribution arrangement was approved between the National Research Council (N.R.C.) and the Manitoba Research Council (M.R.C.) which provided that the NRC would contribute $126,000 to the MRC for

3. National Research Council Contribution Arrangement (continued)

services equivalent to two staff years plus overhead in respect to M.R.C. providing technical information services to industry in Manitoba, an activity which augments the services that are provided by the NRC. On the basis of NRC's contribution, such services were provided during the year by the staff of the Manitoba Research Council's Industrial Technology Centre and Food Products Development Centre.

4. Metric Information Centre Agreement

A three year agreement ending March 31, 1984 was entered between Canada and the Province of Manitoba, which annually provides for funding from Canada up to $68,000 plus any change in the Consumer Prices Index on the basis that MRC channel information to and respond to enquiries from individual enterprises and organizations, as well as impart knowledge regarding the plans, progress and implications of metric conversion. During the year, MRC provided such services utilizing the staff, facilities and supplies of the Industrial Technology Centre.

THE MANITOBA RESEARCH COUNCIL

Notes to Financial Statements for the year ended March 31, 1982

5. Outstanding Commitments as at March 31, 1982 (with 1981 figures for comparison)

	1982	1981
(a) The Canadian Food Products Development Centre:		
Acquisition of Equipment	$ 1,975.92	$ 23,521.37
Federal and Provincial Sales Taxes	-	10,489.00
Other committed funds	1,933.42	6,902.58
	$ 3,909.34	$ 40,912.95
(b) Industrial Technology Centre:		
Lease of Premises to June 30, 1984	$ 294,349.53	$ 425,171.49
Acquisition of Equipment	31,888.86	219,088.12
Federal and Provincial Sales Taxes	-	46,549.93
Grant to Industrial Applications of Micro Electronics Inc.	50,000.00	350,000.00
Grant to University of Manitoba - Dr. Sehon	54,408.65	80,900.00
Other committed funds	8,098.88	9,183.63
	$ 438,745.92	$ 1,130,893.17

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA ROOT CROP PRODUCERS' MARKETING BOARD

AUDITOR'S REPORT

I report that during the course of the audit of The Manitoba Vegetable Producers' Marketing Board, the agency transactions processed by that Board on behalf of The Manitoba Root Crop Producers' Marketing Board for the year ended June 30, 1981 were examined under my direction. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion the statement of pool operations and funds held for promotion and research of root crops, together with the notes thereto, present fairly the results of the operations of The Manitoba Root Crop Producers' Marketing Board for the year ended June 30, 1981, as recorded in the accounts of The Manitoba Vegetable Producers' Marketing Board, maintained on an accounting basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

September 25, 1981,
Winnipeg, Manitoba.

THE MANITOBA ROOT CROP PRODUCERS' MARKETING BOARD

Statement of Pool Operations and Funds Held for Promotion and Research of Root Crops for the year ended June 30, 1981 (with 1980 figures for comparison)

	1981	1980
Pool operations:		
Revenue from vegetables sold through pools	$ 2,369,525	$ 1,576,317
Deduct pool charges:		
Direct charges:		
Brokerage	20,787	13,506
Containers	15,740	17,835
Freight equalization	23,868	2,209
Inspection	458	981
	60,853	34,531
Funds allocated for:		
Promotion and research	8,956	7,287
Freight equalization (Note 3)	4,783	-
	13,739	7,287
Agent's assessments:		
Handling charges	103,935	88,583
Waxing	81,596	53,613
Fractional differences	577	624
	186,108	142,820
Total pool charges	260,700	184,638
Distributed to producers	$ 2,108,825	$ 1,391,679
Funds held for promotion and research of root crops:		
Balance, beginning of year (overexpended)	$ (4,583)	$ 3,590
Add: amount allocated from pools	8,956	7,287
	4,373	10,877
Deduct: promotional charges	7,136	15,460
Balance, end of year (overexpended), due to The Manitoba Vegetable Producers' Marketing Board	$ (2,763)	$ (4,583)

THE MANITOBA ROOT CROP PRODUCERS' MARKETING BOARD

Notes to Financial Statements
for the year ended June 30, 1981

1. By an agreement, The Manitoba Vegetable Producers' Marketing Board has acted as marketing agent for The Manitoba Root Crop Producers' Marketing Board and, in this capacity, has provided all of the services required in connection with the marketing of root crops and absorbed all of the expenses related thereto for which it has been compensated through agreed handling charges.

2. Board members' fees and expenses for the year ended June 30, 1981 amounted to $7,420 (June 30, 1980 $6,940) and were paid by The Manitoba Vegetable Producers' Marketing Board in accordance with the agreement set out in Note 1.

3. Disposition of root crop funds allocated for freight equalization was as follows:

Freight allowances to wholesalers	$ 1,647
Amount credited to producers	3,136
	$ 4,783

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

AUDITOR'S REPORT

I report that the accounts and financial statements of The Manitoba School Capital Financing Authority have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedules 1 and 2, present fairly the financial position of The Manitoba School Capital Financing Authority as at March 31, 1982 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Authority.

W. K. Ziprick, C.A.,
Provincial Auditor.

December 22, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Current assets:		
Cash on deposit with the Minister of Finance of Manitoba	$ 6,937,220	$ 10,881,360
Accrued interest	7,366,281	6,918,407
	14,303,501	17,799,767
Investments, Schedule 1	214,126,177	208,368,806
	$ 228,429,678	$ 226,168,573
LIABILITIES		
Accrued bond interest	$ 4,412,335	$ 4,412,335
Bonds payable, Schedule 2	215,225,000	215,225,000
Surplus:		
Balance at beginning of year	6,531,238	4,801,627
Excess of income over expenditure, Exhibit B	2,261,105	1,729,611
Balance at end of year	8,792,343	6,531,238
	$ 228,429,678	$ 226,168,573

Exhibit B

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Income and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Income:		
Interest on:		
School district and school division securities	$ 19,397,359	$ 18,430,253
Cash deposited with the Minister of Finance of Manitoba	1,075,891	568,101
	20,473,250	18,998,354
Expenditure:		
Bond interest	17,943,114	17,013,462
Service charge paid to the Government of Province of Manitoba	269,031	255,281
	18,212,145	17,268,743
Excess of income over expenditure, transferred to Surplus, Exhibit A	$ 2,261,105	$ 1,729,611

Schedule 1

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Investments
as at March 31, 1982
(with 1981 figures for comparison)

Serial debentures issued by boards of trustees of school districts and school divisions:

Interest Rate %	1982	1981
5.75	$ 6,986,036	$ 8,155,243
7.00	6,087,644	6,758,815
7.50	6,396,471	6,817,067
7.75	13,280,076	14,134,003
8.00	12,789,437	13,586,762
8.25	18,009,095	19,380,677
8.50	8,314,708	8,906,055
9.00	6,985,404	7,264,606
9.25	50,487,936	51,979,652
9.50	9,932,796	10,196,735
9.75	17,262,421	17,793,061
10.25	7,431,479	7,576,591
10.50	7,601,769	7,763,416
10.75	34,471,542	19,852,418
13.00	8,089,363	8,203,705
Investments, Exhibit A	$ 214,126,177	$ 208,368,806

Schedule 2

THE MANITOBA SCHOOL CAPITAL FINANCING AUTHORITY

Statement of Bonds Payable
as at March 31, 1982
(with 1981 figures for comparison)

The following bonds are guaranteed as to principal and interest by the Government of the Province of Manitoba and are subject to prior redemption:

Series "C.P.P."	Interest Rate %	Year of Maturity	1982	1981
No. 1-4	5.37-5.44	1986	$ 10,000,000	$ 10,000,000
No. 5-7	5.56-5.61	1987	10,000,000	10,000,000
No. 8-12	6.40-6.79	1988	15,000,000	15,000,000
No. 13-15	7.60-7.94	1989	10,049,000	10,049,000
No. 16-24	7.85-8.33	1990	37,951,000	37,951,000
No. 25-29	6.93-7.41	1991	14,742,000	14,742,000
No. 30-31	6.75-7.38	1992	5,258,000	5,258,000
No. 32-34	7.23-7.61	1993	9,500,000	9,500,000
No. 35-36	7.64-9.14	1994	3,500,000	3,500,000
No. 37-39	8.38-9.48	1995	16,369,000	16,369,000
No. 40-43	8.97-9.07	1996	20,336,000	20,336,000
No. 44-49	8.73-9.02	1997	29,295,000	29,295,000
No. 50	9.46	1998	3,000,000	3,000,000
No. 51-53	9.98-10.49	1999	19,225,000	19,225,000
No. 54	12.01	2000	4,000,000	4,000,000
No. 55	13.13	2001	7,000,000	7,000,000
Bonds payable, Exhibit A			$ 215,225,000	$ 215,225,000

Thorne
Riddell

AUDITORS' REPORT

We have examined the balance sheet of The Manitoba Telephone System as at March 31, 1982 and the statements of operations and reinvested earnings and sources of funds used for construction for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of The Manitoba Telephone System as at March 31, 1982 and the results of its operations and sources of funds used for construction for the year then ended in accordance with the basis of accounting described in note 1(a) applied consistently with that of the preceding year.

Thorne Riddell

Chartered Accountants

Winnipeg, Canada
June 2, 1982

THE MANITOBA TELEPHONE SYSTEM

BALANCE SHEET

ASSETS

	March 31	
	1982	1981
	(thousands of dollars)	
TELECOMMUNICATIONS PROPERTY		
Buildings, plant and equipment.........	$834,805	$761,528
Less accumulated depreciation............	313,908	263,376
	520,897	498,152
Land	4,583	3,973
Materials and supplies......................	7,580	6,333
Plant under construction..................	32,895	21,200
	565,955	529,658
INVESTMENTS (note 6).................	1,566	1,519
INVESTMENT FUND (note 7)..........	27,717	22,149
CURRENT ASSETS		
Temporary cash investments..............	10,430	2,750
Accounts receivable..........................	29,382	26,911
Prepayments	4,086	2,965
	43,898	32,626
DEFERRED CHARGES		
Unrealized foreign currency losses less amortization..........................	30,206	45,644
Unamortized long-term debt expenses..	3,747	4,084
Preliminary engineering and miscellaneous	1,775	1,508
Deferred sick leave vesting, less amortization..........................	4,156	3,967
	39,884	55,203
Approved on behalf of the Board	$679,020	$641,155

Miller

Chairman

LIABILITIES

	March 31	
	1982	1981
	(thousands of dollars)	
LONG-TERM DEBT (note 8)...........	$556,099	$535,265
Less sinking fund investments............	41,263	42,492
	514,836	492,773
NOTES PAYABLE	14,450	15,570
REINVESTED EARNINGS..............	94,876	88,694
DEFERRED LIABILITY		
Sick leave vesting............................	10,906	7,087
CURRENT LIABILITIES		
Outstanding cheques less cash in bank.	2,710	2,789
Accounts payable and accrued liabilities	27,584	21,904
Advance billings and payments..........	2,436	2,296
Accrued interest..............................	11,222	10,042
	43,952	37,031

COMMITMENTS (note 9)

	$679,020	$641,155

M. Laurel Garvie
Commissioner

THE MANITOBA TELEPHONE SYSTEM

STATEMENT OF OPERATIONS AND REINVESTED EARNINGS

	Year ended March 31	
	1982	1981
	(thousands of dollars)	
OPERATING REVENUES		
Long distance service	$147,341	$132,584
Local service	83,728	76,528
Miscellaneous (note 2)	15,678	13,332
Less uncollectible operating revenues	(2,193)	(1,371)
	244,554	221,073
OPERATING EXPENSES		
Maintenance	43,157	38,093
Depreciation	68,776	52,919
Traffic	12,993	12,240
Commercial and marketing	22,578	19,492
General and administration	44,905	38,057
Operating taxes (note 3)	4,398	3,815
	196,807	164,616
NET OPERATING REVENUES	47,747	56,457
OTHER REVENUES (note 4)	11,832	8,767
NET REVENUES BEFORE DEBT CHARGES	59,579	65,224
DEBT CHARGES (note 5)	53,397	51,775
NET REVENUES FOR THE YEAR	6,182	13,449
REINVESTED EARNINGS AT BEGINNING OF YEAR	88,694	75,245
REINVESTED EARNINGS AT END OF YEAR	$ 94,876	$ 88,694

THE MANITOBA TELEPHONE SYSTEM

STATEMENT OF SOURCES OF FUNDS USED FOR CONSTRUCTION

	Year ended March 31	
SOURCES OF FUNDS	1982	1981
	(thousands of dollars)	
Internal		
From operations including charges which do not involve an outlay of funds	$ 84,674	$ 75,531
Withdrawal from investment fund		10,000
Decrease in working capital		5,572
	84,674	91,103
External		
Proceeds from sale of investments	520	
Proceeds from short-term borrowings	14,450	15,570
Proceeds from Province of Manitoba advances	87,626	21,000
	187,270	127,673
FUNDS USED FOR OTHER THAN CONSTRUCTION		
Repayment of long-term debt	57,258	29,500
Less payment from sinking fund	7,358	5,750
	49,900	23,750
Repayment of notes payable	15,570	
Contribution to sinking fund	6,129	6,398
Contribution to investment fund	5,568	14,000
Payments toward sick leave vesting	466	368
Increase in investments	881	520
Increase in working capital	4,351	
	82,865	45,036
TOTAL FUNDS PROVIDED FOR CONSTRUCTION	$104,405	$ 82,637
FUNDS USED FOR CONSTRUCTION		
New telecommunications property added	$103,692	$ 82,741
Cost of removing old property	2,438	2,268
	106,130	85,009
Less salvage value of property retired	1,725	2,372
TOTAL FUNDS USED FOR CONSTRUCTION	$104,405	$ 82,637

THE MANITOBA TELEPHONE SYSTEM

NOTES TO FINANCIAL STATEMENTS

Year Ended March 31, 1982

1. SIGNIFICANT ACCOUNTING POLICIES

(a) General

The accompanying financial statements have been prepared in accordance with Canadian generally accepted accounting principles, except for the accounting for pension costs as set out in note 10. The system of accounts and practices are similar to those used by other TransCanada Telephone System members.

(b) Basis of presentation

The investment in the wholly-owned subsidiary, MTX Telecom Services Inc., has been accounted for by the equity method. (see note 11).

(c) Telecommunications property

Telecommunications property is recorded at original cost including materials, direct labour and overhead costs which vary with the level of construction. In addition, the System includes the cost of funds used to finance the construction, based on the duration of the projects.

(d) Depreciation

Depreciation is calculated on a straight-line basis over the estimated useful life of telecommunications property by applying rates which are based on a continuing program of engineering studies.

When depreciable telephone property is retired, the original cost of such property, adjusted by any disposal proceeds and costs of removal, is charged to accumulated depreciation.

(e) Translation of foreign currencies

Foreign currencies have been translated into Canadian funds at rates of exchange on the following basis:

(i) long-term debt at rates prevailing at March 31, 1982
(ii) accrued interest at rates prevailing at March 31, 1982
(iii) debt charges at rates prevailing at the date of each transaction

The unrealized loss resulting from the policy of using rates prevailing at March 31 is being amortized over the remaining term of the debt.

(f) Sick leave vesting

The initial cost of this plan, which became effective June 1, 1977, is being amortized on a straight-line basis over fifteen years. The annual sick leave entitlements subsequent to June 1, 1977 are being accrued and charged to expense in the year to which they relate. Payments to employees on termination are being charged to the deferred liability.

2. MISCELLANEOUS OPERATING REVENUE

	1982	1981
	(thousands of dollars)	
Miscellaneous operating revenue includes:		
Directory advertising	$11,474	$ 9,785
Rentals and attachments	3,729	3,051
Other	475	496
	$15,678	$13,332

3. OPERATING TAXES

This category represents grants to municipalities in lieu of property taxes, the System's portion of Canada Pension Plan and Unemployment Insurance and general levies.

4. OTHER REVENUES

	1982	1981
	(thousands of dollars)	
This group of revenues includes:		
Interest earned on investments	$ 9,073	$6,888
Surcharge on overdue accounts	961	850
Interest charged to construction	668	183
Recoveries from fibre optics projects	293	66
Net recoveries from foreign contracts	270	252
Miscellaneous	567	528
	$11,832	$8,767

5. DEBT CHARGES

	1982	1981
	(thousands of dollars)	
Debt charges includes:		
Interest on long-term debt	$44,781	$42,712
Amortization of unrealized foreign currency losses	5,568	7,504
Amortization of long-term debt expenses	673	677
Other interest expense and debt charges	2,375	882
	$53,397	$51,775

6. INVESTMENTS

	1982	1981
	(thousands of dollars)	
MTX Telecom Services Inc.		
20,001 Common shares, at cost	$ 500	
Operating advances	381	
Loss from operations	(314)	
	567	
Telesat Canada		
99,900 Common shares, at cost	999	$ 999
intelTerm Systems Limited		
5,200 Common shares, at cost		520
	$1,566	$1,519

7. INVESTMENT FUND

During the year the Board of Commissioners approved additions to the fund of $5,369,000. The fund is comprised of short-term investments held in trust by the Minister of Finance of the Province of Manitoba. Interest on the fund is recorded as income in the period it is earned.

8. LONG-TERM DEBT

(a) Both annual interest and principal on maturity are payable in a currency of exchange at the choice of the holder.

(b) Under the requirements of The Manitoba Telephone Act, the System is required to pay to the Minister of Finance of the Province of Manitoba, as trustee for the sinking fund, an amount which is not less than 1% of the long-term debt outstanding at the end of the preceding fiscal year and 4% of the sinking fund balance at the end of the preceding fiscal year. The market value of the investments held in the fund at March 31, 1982 is $35,088,000 (1981, $36,165,000).

(c) If the System incurs no new long-term debt and assuming exchange rates at March 31 remain unchanged, the following payments will be required to meet sinking fund conditions and debt retirement:

Year ending March 31	Sinking fund payments	Debt retirement
	(thousands of dollars)	
1983	$6,597	
1984	6,861	$77,649
1985	6,171	12,000
1986	6,154	40,047
1987	5,881	64,335

8. LONG-TERM DEBT (continued)

(thousands of dollars)

	1982			1981
	Outstanding at rates prevailing March 31, 1982	Foreign exchange adjustment note 1(e)	Outstanding at rates prevailing when debt incurred	Outstanding at rates prevailing when debt incurred
PROVINCE OF MANITOBA ADVANCES				
Series 9W, 9%, due December 5, 1981				$ 15,000
Series 10P, 4½%, due November 1, 1983 (98.6 million Swiss francs)	$ 62,649	$13,527	$ 49,122	49,122
Series 10E, 9¼%, due December 9, 1985 (27.3 million Units of Account)(a)	40,047	5,471	34,576	35,835
Series 10J, 8.6%, due February 28, 1987 (10.4 billion Japanese Yen)	51,835	13,152	38,683	38,683
Series 10V, 9¾%, due December 1, 1988	25,000		25,000	25,000
Series 11E, 14¾%, due July 1, 1991 (40.0 million U.S. dollars)	49,212	1,250	47,962	
Series 11J, 15¼%, due March 31, 1992	40,000		40,000	
Series 10T, 9¾%, due May 15, 1998	12,090		12,090	12,090
Series 11A, 10¼%, due August 1, 1999	20,000		20,000	20,000
Series 9X, 10%, due December 5, 1999	10,000		10,000	10,000
Unfunded advances				21,000
	$310,833	$33,400	$277,433	$226,730
BONDS PAYABLE				
Debentures issued by the System fully guaranteed by the Province of Manitoba				
Series 1A, 5½%, due February 1, 1982				20,000
Series 1B, 5½%, due November 15, 1983	15,000		15,000	15,000
Series 1D, 5¼%, due December 1, 1984	12,000		12,000	12,000
Series 1C, 5½%, due December 2, 1986	12,500		12,500	12,500
Series 1J, 7¼%, due February 15, 1989	10		10	10
Series 1M, 8%, due September 15, 1989	108		108	108
Series 1E, 5%, due January 15, 1991 (14.5 million U.S. dollars)	17,840	2,260	15,580	15,580
Series 1N, 7⅞%, due November 15, 1991	20,000		20,000	20,000
Series 1F, 6¼%, due December 1, 1991	20,000		20,000	20,000
Series 1Q, 6½%, due January 3, 1992 (80.0 million Swiss francs)	50,808	25,768	25,040	25,040
Series 1G, 7%, due February 15, 1993	20,000		20,000	20,000
Series 1P, 7⅝%, due March 15, 1993	10,000		10,000	10,000
Series 1T, 10%, due July 2, 1995	10,000		10,000	10,000
Series 1U, 10½%, due May 1, 1996	20,000		20,000	20,000
Series 1S, 8¾%, due March 1, 1999	37,000		37,000	37,000
	$245,266	$28,028	$217,238	$237,238
	$556,099	$61,428	$494,671	$463,968
Foreign exchange adjustment				71,297
Outstanding at rates prevailing March 31, 1981				$535,265

9. COMMITMENTS

Purchase commitments

Commitments at March 31, 1982, relating principally to the purchase of equipment for future delivery and uncompleted contracts, were approximately $31,057,000.

Lease commitments

The Manitoba Telephone System rents buildings and construction and other equipment under operating leases. The aggregate annual rental of the commitments under the leases, which expire at varying dates to March 31, 1987, are

1983	$2,815,000
1984	1,301,000
1985	1,006,346
1986	505,000
1987	49,000

10. PENSION

Employees of the Manitoba Telephone System are pensionable under the Civil Service Superannuation Fund and make contributions at prescribed rates. The System is required to pay 50% of the Fund's pension disbursements made to retired employees. The payments are charged to general and administration expenses as incurred.

An actuarial evaluation of the Fund was conducted as at December 31, 1980. The results of the evaluation indicate that at the date of review the employees' portion of the Fund was in a sound financial position.

According to the report issued after the evaluation, the unrecorded liability which the Manitoba Telephone System had at December 31, 1981 as a result of the participation of employees under the Civil Service Superannuation Act was:

(a) if no allowance is made for future increases in pension due to increases in the cost of living, $73,368,000

(b) if allowance is made for future increases in pension due to increases in the cost of living, $104,007,000

No provision is made in the accounts to fund current or past service costs.

11. MTX TELECOM SERVICES INC.

MTX Telecom Services Inc., a wholly-owned subsidiary, was incorporated on January 15, 1982 for the purpose of marketing telecommunications equipment and services primarily outside of Manitoba.

The following is a summary of the financial data of this company which commenced operations in January, 1982 (thousands of dollars).

Sales	$ 242
Gross profit	40
Operating expenses	354
Loss	$ 314
	March 31, 1982
Total assets	$ 901
Total liabilities	715
Shareholder's equity	$ 186

12. CHANGE IN ACCOUNTING ESTIMATE

During the year, the Manitoba Telephone System developed the capability to more accurately determine the amount of accrued sick leave vesting. In prior years, an estimate was used. It was determined that the actual sick leave vesting as at March 31, 1981 exceeded the recorded amount by approximately $2,287,000, of which $825,000 related to the initial cost of the plan. As a result of this change in accounting estimate, the following adjustments have been recorded in the current year.

(a) $1,737,000 has been charged to operations.

(b) $550,000 representing the unamortized balance of the increase in initial costs as at March 31, 1982 has been deferred.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA TRADING CORPORATION

AUDITOR'S REPORT

I report that the accounts and financial statements of The Manitoba Trading Corporation have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedule 1, together with the notes thereto, present fairly the financial position of The Manitoba Trading Corporation as at March 31, 1982, and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Corporation.

W. K. Ziprick, C.A.,
Provincial Auditor.

October 15, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA TRADING CORPORATION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Current Assets:		
Cash on deposit with Minister of Finance	$ 502,555.68	$ 527,949.50
Accounts receivable:		
Trade	3,755.10	9,787.82
Less, allowance for doubtful accounts	2,170.76	5,291.49
	1,584.34	4,496.33
Advance to employee re: Manitoba Trade and Tourism Office	-	6,931.65
Prepaid expenses	-	250.00
	$ 504,140.02	$ 539,627.48
LIABILITIES		
Current Liabilities:		
Accounts payable	$ 955.27	$ 7,301.73
Held in trust	-	1,060.00
Advances from the Government of the Province of Manitoba for working capital	500,000.00	500,000.00
Surplus:		
Balance at beginning of year	31,265.75	103,125.37
Expenditure over Revenue, Exhibit B	28,081.00	71,859.62
	3,184.75	31,265.75
	$ 504,140.02	$ 539,627.48

Exhibit B

THE MANITOBA TRADING CORPORATION

Statement of Revenue and Expenditure
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenue:		
Sales, less discounts	$ -	$ 15,787.61
Proceeds from sale of office furnishings and equipment relating to the Manitoba Trade and Tourism Office (Note 2)	5,500.00	-
Interest:		
Bridge financing - Export Finance Assistance Program	3,640.00	5.42
Overdue account receivable	125.44	-
	3,765.44	5.42
Expenditure recoveries relating to the Manitoba Trade and Tourism Office	-	8,456.78
Sundry	2,153.24	218.41
	11,418.68	24,468.22
Expenditure:		
Product purchases - merchandise	-	14,493.68
Audit fee	1,795.00	1,515.00
Bad debt expenses	1,270.48	(33.12)
Bank charges	183.23	226.00
Foreign exchange	20.06	18.03
Freight and handling	336.38	671.74
Insurance	250.00	183.42
Legal fees	42.57	1,424.80
Membership fee - Canada - China Trade Council	-	500.00
Sample expenses	10.00	3,528.75
Manitoba Trade and Tourism Office: (Note 2)		
Salaries	20,277.74	27,811.15
Travel	8,006.30	26,282.84
Telephone	4,047.29	4,666.30
Rent	2,330.28	6,124.68
Advertising and promotion	-	3,893.23
Furnishings and equipment	-	1,675.06
Other operating expenses	930.35	3,346.28
	35,591.96	73,799.54
	39,499.68	96,327.84
Expenditure over Revenue, Exhibit A	$ 28,081.00	$ 71,859.62

Schedule 1

THE MANITOBA TRADING CORPORATION

Custodial Trust Account (Note 3)
Statement of Cash Receipts and Disbursements
Health Products Opportunity Show
for the year ended March 31, 1982

	1982
Receipts:	
Government of the Province of:	
Quebec	$ 13,300.00
Ontario	8,461.80
British Columbia	5,700.00
Alberta	5,000.00
Manitoba	2,300.00
Saskatchewan	2,200.00
Nova Scotia	1,650.00
New Brunswick	1,500.00
Prince Edward Island	250.00
	40,361.80
Government of Canada	1,200.00
Canadian Tire Corporation Ltd.	2,000.00
Total receipts	43,561.80
Disbursements:	
Rental and installation of exhibits	23,103.74
Rental of exhibition facilities	19,456.90
Cartage	700.69
Telephone	300.47
Total disbursements	43,561.80
Excess of receipts over disbursements	$ -

THE MANITOBA TRADING CORPORATION

Notes to Financial Statements
as at March 31, 1982

1. All costs (except for those directly related to its sales revenue and the operations of the Manitoba Trade and Tourism Office in Mexico City, audit fees and sample expenses) related to the general operation of the Corporation, including salaries, and other administrative expenses, were paid out of an appropriation of the Department of Economic Development and Tourism.

2. The Corporation's Manitoba Trade and Tourism Office in Mexico City was closed in July, 1981.

3. During the year the Corporation acted as custodian for the funds of the Health Products Opportunity Show. The Corporation paid all the expenses of the Show and recovered these expenses from the various sponsoring governments, etc.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Vegetable Producers' Marketing Board have been examined under my direction for the fiscal year ended June 30, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, C, D and Schedules 1 and 2, together with the notes thereto, present fairly the financial position of The Manitoba Vegetable Producers' Marketing Board as at June 30, 1981 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

September 25, 1981,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Balance Sheet
as at June 30, 1981
(with 1980 figures for comparison)

ASSETS	1981	1980
Current assets:		
Cash on hand and in bank	$ 79,539	$ 158,875
Bank deposit receipts	100,000	100,000
Accounts receivable - trade	473,769	230,241
- Peak of the Market Sales Ltd.	127,869	25,286
- other	6,089	6,721
Agency trust account - The Manitoba Root Crop Producers' Marketing Board, Schedule 2	2,763	4,583
Inventories of vegetables, net realisable value	29,821	9,175
Prepaid expenses	179,956	148,265
Total current assets	999,806	683,146
Investment in Peak of the Market Sales Ltd.	30	30
Fixed assets:		
Land and buildings, as valued by the Board	681,868	681,868
Equipment and automobiles, at cost	483,802	469,587
	1,165,670	1,151,455
Less: Regional Economic Expansion grant, not repayable	24,205	24,205
	1,141,465	1,127,250
Less: accumulated depreciation	639,075	580,222
	502,390	547,028
	$ 1,502,226	$ 1,230,204

LIABILITIES AND CAPITAL SURPLUS	1981	1980
Current liabilities:		
Outstanding cheques	$ 252,148	$ 306,265
Accounts payable - producers	555,530	243,372
- other	93,053	75,930
Funds held for promotion and research, Exhibit D	12,072	8,725
Other trust accounts (Note 2)	6,752	5,865
Total current liabilities	919,555	640,157
Other liabilities:		
5 7/8% First mortgage debenture payable on demand	-	9,364
Financial assistance provided by the Governments of Canada and Manitoba, repayable (Note 3)	38,374	46,808
Operations account, Exhibit B	259,111	248,689
	1,217,040	945,018
Capital surplus arising from:		
Financial assistance provided by the Governments of Canada and Manitoba, not repayable	206,438	206,438
Valuation of land and buildings	78,748	78,748
	285,186	285,186
	$ 1,502,226	$ 1,230,204

Exhibit B

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Operations
for the year ended June 30, 1981
(with 1980 figures for comparison)

	1981	1980
Revenues:		
Board's assessments against pools, Exhibit C	$ 276,121	$ 260,189
Agency operations - The Manitoba Root Crop Producers' Marketing Board, Schedule 2	186,108	142,820
Prepack operation:		
Sales	5,501,741	3,174,121
Less: cost of sales	4,932,190	2,634,714
Gross margin	569,551	539,407
Processing fees:		
Cartage and storage	1,801	1,283
Custom work	19,579	14,943
Washing and grading	118,757	100,862
	140,137	117,088
Sundry:		
Rental revenue	43,347	40,236
Commissions on consignment sales and other revenue	57,430	55,997
	100,777	96,233
Total revenues	1,272,694	1,155,737
Operating expenditures, Schedule 1	1,262,272	1,165,667
Increase (decrease) in operations account	10,422	(9,930)
Operations account, beginning of year	248,689	258,619
Operations account, end of year, Exhibit A	$ 259,111	$ 248,689

Exhibit C

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Pool Transactions
for the year ended June 30, 1981
(with 1980 figures for comparison)

	1981	1980
Revenue from vegetables sold through pools	$ 8,519,259	$ 4,422,615
Deduct pool charges:		
Direct charges:		
Brokerage	23,997	18,499
Containers	-	326
Freight equalization	-	150
Inspection	4,222	5,465
Promotion rebates	3,934	1,625
Seed delivery	8,216	5,015
	40,369	31,080
Funds allocated for:		
Promotion and research	16,936	16,878
Freight equalization	66,543	76,136
	83,479	93,014
Board's assessments:		
Handling charges - potatoes	210,912	235,679
- other vegetables	50,227	20,817
Processing fees - radishes	13,739	1,235
Fractional differences	1,243	2,458
	276,121	260,189
Total pool charges	399,969	384,283
Distributed to producers	$ 8,119,290	$ 4,038,332

Exhibit D

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Pool Funds Held
for the year ended June 30, 1981
(with 1980 figures for comparison)

	1981	1980
Promotion and research:		
Balance, beginning of year	$ 8,725	$ 11,308
Add: funds allocated from pools, Exhibit C	16,936	16,878
amount provided from direct priced sales	800	1,006
	26,461	29,192
Deduct: promotional charges	14,389	20,467
Balance, end of year, Exhibit A	$ 12,072	$ 8,725
Freight equalization:		
Balance, beginning of year	$ -	$ -
Add: funds allocated from pools, Exhibit C	66,543	76,136
overquota service charges	14,602	23,938
	81,145	100,074
Deduct: freight allowances to wholesalers	71,929	64,323
amount credited to producers	9,216	35,751
	81,145	100,074
Balance, end of year	$ -	$ -

Schedule 1

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Operating Expenditures for the year ended June 30, 1981 (with 1980 figures for comparison)

	1981	1980
Audit	$ 16,610	$ 12,500
Bad debts	3,787	11,281
Board members' fees and expenses:		
Vegetable Producers' Board	15,560	16,040
Root Crop Producers' Board	7,420	6,940
Cafeteria operations, net	4,592	2,889
Claims and allowances	1,455	1,685
Containers and packaging supplies	162,091	126,973
Depreciation	62,849	59,006
Equipment rental	4,811	3,885
Fuel, water, light and power	47,470	45,597
Insurance	10,227	9,284
Interest	3,626	4,958
Legal	423	2,636
Maintenance and repairs	46,446	40,155
Manager's expenses	1,870	2,043
Miscellaneous	8,291	5,993
Office supplies and postage	12,355	10,260
Pension and employee insurance	54,788	54,423
Property and business taxes	56,282	57,457
Public relations and promotion	16,426	7,874
Salaries and wages	693,619	657,691
Storage and acreage survey	-	214
Telephone and telex	16,394	14,159
Truck, auto and travel	14,880	11,724
Total, Exhibit B	$ 1,262,272	$ 1,165,667

Schedule 2

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Statement of Agency Transactions for The Manitoba Root Crop Producers' Marketing Board for the year ended June 30, 1981 (with 1980 figures for comparison)

	1981	1980
Pool operations:		
Revenue from vegetables sold through pools	$ 2,369,525	$ 1,576,317
Deduct pool charges:		
Direct charges:		
Brokerage	20,787	13,506
Containers	15,740	17,835
Freight equalization	23,868	2,209
Inspection	458	981
	60,853	34,531
Funds allocated for:		
Promotion and research	8,956	7,287
Freight equalization (Note 5)	4,783	-
	13,739	7,287
Board's assessments:		
Handling charges	103,935	88,583
Waxing	81,596	53,613
Fractional differences	577	624
	186,108	142,820
Total pool charges	260,700	184,638
Distributed to producers	$ 2,108,825	$ 1,391,679
Funds held for promotion and research of root crops:		
Balance, beginning of year (overexpended)	$ (4,583)	$ 3,590
Add: amount allocated from pools	8,956	7,287
	4,373	10,877
Deduct: promotional charges	7,136	15,460
Balance, end of year (overexpended), due to The Manitoba Vegetable Producers' Marketing Board, Exhibit A	$ (2,763)	$ (4,583)

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Notes to Financial Statements
for the year ended June 30, 1981

1. Significant accounting policies

a) Investment in Peak of the Market Sales Ltd.

The Board reflects its investment in Peak of the Market Sales Ltd., a wholly owned subsidiary, at cost. The subsidiary operates on a break-even basis and acquires all of its products from the Board at regular Board prices, for resale at the same prices and all operating costs are absorbed by the Board. Total sales to the subsidiary (1981, $2,287,818; 1980, $335,696) have not been segregated in these financial statements. The amount reflected as accounts receivable from Peak of the Market Sales Ltd. represents the amount due to the subsidiary from its customers as at the year-end date.

b) Land and buildings

Land and buildings have been recorded at a book value transferred from the preceding entity, which includes an incremental valuation adjustment of $78,748, with a subsequent disposal of part of the land recorded on a pro rata basis. Depreciation on buildings is calculated on a straight-line basis, using an estimated service life of 40 years.

c) Equipment and automobiles

Equipment and automobiles are depreciated on a straight-line basis with an estimated useful life of 15 years for items acquired from preceding entities, 10 years for subsequent equipment additions and 5 years for subsequent automobile additions.

d) Operations account

The Board operates on a break-even basis, recovering its estimated costs by assessing handling charges against the pools handled on behalf of the participating producers. The prepack operation and other processing services are offered in order to enhance the overall pooling process. The mark-up applied to the prepack operation and rates charged for other processing services are also based on the estimated costs of providing the related services. Any variance between the estimated costs recovered from the aforementioned sources and actual costs of Board operations is accumulated in the Operations Account. The balance of this account represents funds held for producers which have not yet been allocated and are used for working capital purposes.

e) Agency operations

The Board has been appointed the sole agent for the marketing of the regulated products of the Manitoba Root Crop Producers' Marketing Board and, in this capacity, has provided all of the services required in connection with the marketing of root crops. The Board absorbs all of the related expenses of this operation as operating expenditures (Schedule 1) and recovers handling charges as compensation for this service in accordance with the terms of the agreement.

THE MANITOBA VEGETABLE PRODUCERS' MARKETING BOARD

Notes to Financial Statements
for the year ended June 30, 1981

2. Other trust accounts

The transactions pertaining to other trust accounts are as follows:

	Cultivar Research Project	Head Lettuce Project	Total
Balance, June 30, 1980	$ 5,406	$ 459	$ 5,865
Contributions from participants	10,530	9,855	20,385
Disbursements	(10,123)	(9,375)	(19,498)
Balance, June 30, 1981	$ 5,813	$ 939	$ 6,752

3. Repayable financial assistance

The financial assistance provided by the Governments of Canada and Manitoba has been provided interest free and with no specified final due date. Payments are required monthly, based on the volume of products passing through the warehouse.

4. Pension plan

A fully vested pension plan is being maintained for the employees and is administered by a trustee. An actuarial valuation, as required by the Pension Benefits Act of Manitoba, was completed as at July 1, 1980 and indicated a fund surplus of $54,591 as at that date. The next valuation will be made as at July 1, 1983.

5. Root crop funds allocated for freight equalization

Disposition of these funds was as follows:

Freight allowance to wholesalers	$ 1,647
Amount credited to producers	3,136
	$ 4,783

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE MANITOBA WATER SERVICES BOARD

AUDITOR'S REPORT

I report that the financial statements of The Manitoba Water Services Board have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, C, D, and Schedules 1, 2 and 3, together with the notes thereto, present fairly the financial position of The Manitoba Water Services Board as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

October 25, 1982,
Winnipeg, Manitoba.

Exhibit A

THE MANITOBA WATER SERVICES BOARD

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Current assets:		
Cash on hand and on deposit with the Minister of Finance	$ 41,018	$ 217,688
Accounts receivable	197,638	337,925
Grants receivable from the Government of the Province of Manitoba - subsidization of construction costs	239,822	248,356
- other	-	11,650
Accrued interest	672,000	666,487
Prepaid expenses	31,530	49,544
	1,182,008	1,531,650
Debentures receivable from municipalities, Schedule 1(Note 1b))	14,207,636	14,337,108
Construction in progress recoverable from municipalities and the Government of the Province of Manitoba (Note 2)	2,619,262	3,884,525
Fixed assets:		
Works, at cost		
Land and easements	80,977	80,977
Buildings and equipment	5,563,641	5,563,641
	5,644,618	5,644,618
Less: Accumulated depreciation	3,133,380	2,941,585
	2,511,238	2,703,033
Accumulated excess of operating expenditures over revenues, recoverable, Exhibit C	3,882,607	3,948,239
Amortized interest recoverable	78,388	108,100
Total	$ 24,481,139	$ 26,512,655

LIABILITIES

	1982	1981
Current liabilities:		
Accounts payable and accrued charges	$ 960,871	$ 1,283,553
Capital debt, Schedule 3: (Note 1b))		
Advances from the Government of the Province of Manitoba	15,668,052	17,350,335
Advances and debentures - Canada Mortgage and Housing Corporation (Note 5)	2,920,943	2,947,494
Bonds	5,977,000	5,977,000
	24,565,995	26,274,829
Less sinking fund:		
Cash on deposit with the Minister of Finance	157,635	131,022
Investments, at cost, Schedule 2	888,092	914,705
	1,045,727	1,045,727
	23,520,268	25,229,102
Total	$ 24,481,139	$ 26,512,655

Exhibit B

THE MANITOBA WATER SERVICES BOARD

Statement of Operating Revenues and Expenditures for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Revenues:		
Sale of water	$ 1,595,827	$ 1,562,428
Interest:		
Municipalities	2,044,724	1,292,004
Sinking funds and funds on deposit	160,983	103,750
Grant from the Government of the Province of Manitoba - subsidization of water rates	475,181	344,767
	4,276,715	3,302,949
Expenditures:		
Interest:		
Advances	2,363,953	1,943,373
Bonds and debentures	623,496	624,491
Audit and other fees	22,788	13,036
Chemicals	321,910	323,287
Depreciation	191,795	195,689
Salaries and benefits	542,933	478,497
Heat, telephone, light and power	227,490	194,610
Repairs and maintenance	157,852	200,282
Water purchased for resale	136,700	106,311
	4,588,917	4,079,576
Less: Expenditures applied to construction	340,309	717,029
	4,248,608	3,362,547
Excess of operating revenues over expenditures, recoverable, Exhibit C	$ 28,107	$ (59,598)

Exhibit C

THE MANITOBA WATER SERVICES BOARD

Statement of Accumulated Excess of Operating Expenditures over Revenues, Recoverable (Note 3) for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Balance, beginning of year	$ 3,948,239	$ 3,888,641
Add: Refund of excess revenues over operating expenditures	3,929	-
Excess of operating expenditures over revenues, recoverable, Exhibit B	-	59,598
	3,952,168	3,948,239
Deduct: Excess of operating revenues over expenditures, recoverable, Exhibit B	28,107	-
Recovery of accumulated excess of operating expenditures over revenues by arrangement with certain municipalities	41,454	-
	69,561	-
Balance, end of year, Exhibit A	$ 3,882,607	$ 3,948,239

Exhibit D

THE MANITOBA WATER SERVICES BOARD

Statement of Changes in Financial Position
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Source of Funds:		
From operations:		
Excess of operating revenues over expenditures, recoverable, Exhibit B	$ 28,107	$ (59,598)
Add, non-cash transactions:		
Depreciation	191,795	195,689
Amortization of sinking fund bond discount	29,712	(11,044)
	249,614	125,047
The Government of the Province of Manitoba:		
Grants - subsidization of construction costs	1,922,708	2,900,652
Construction expenditure recoveries	-	11,650
Canada Mortgage and Housing Corporation:		
Grants - subsidization of construction costs	-	94,400
Municipalities:		
Debenture principal repayments	302,941	237,056
Construction expenditure recoveries	3,447,574	705,231
The Government of Canada:		
Construction expenditure recoveries	-	28,806
Recovery of excess of accumulated operating expenditures over revenues	41,454	-
	5,964,291	4,102,842
Application of Funds:		
Construction of facilities for municipalities	4,278,488	7,090,789
The Government of the Province of Manitoba:		
Advances, net	1,682,283	(2,497,747)
Canada Mortgage and Housing Corporation:		
Advances, net	26,551	(347,503)
Purchase of fixed assets	-	3,796
Refund of excess revenues over operating expenditures	3,929	-
Sinking fund payments, net	-	48,763
	5,991,251	4,298,098
Decrease in working capital	26,960	195,256
Working capital beginning of year	248,097	443,353
Working capital end of year	$ 221,137	$ 248,097

Schedule 1

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THE MANITOBA WATER SERVICES BOARD

Schedule of Debentures Receivable from Municipalities as at March 31, 1983

Municipality	Number of Debentures	Term	Interest Rates %	Balance
Village of Arborg	5	October 31, 1982-2000	9.25-13.75	$ 195,686
Village of Benito	1	October 31, 1982-1990	9.0	10,865
Village of Binscarth	1	October 31, 1982-1990	11.25	96,732
Rural Municipality of Birtle	2	October 31, 1982-2000	11.75-13.75	154,038
Town of Birtle	1	October 31, 1982-2000	10.875	65,801
Town of Carman	3	October 31, 1982-1999	9.0-11.25	222,224
Rural Municipality of Cartier	1	October 31, 1982-1995	10.95	136,607
Rural Municipality of Coldwell	2	October 31, 1982-1996	9.0-10.95	165,930
Local Government District of Consol	1	October 31, 1982-1996	9.0	59,709
Town of Dauphin	2	October 31, 1982-1996	9.0-10.95	669,940
Town of Deloraine	3	October 31, 1982-2000	9.0-13.75	98,985
Rural Municipality of East St. Paul	3	October 31, 1982-1997	9.0-10.95	158,866
Town of Emerson	3	October 31, 1982-2000	9.0-13.75	50,223
Village of Elkhorn	1	October 31, 1982-1996	9.25	6,590
Rural Municipality of Eriksdale	1	October 31, 1982-1996	9.0	7,666
Village of Ethelbert	1	October 31, 1982-1989	11.25	9,236
Village of Gilbert Plains	2	October 31, 1982-1995	9.25-10.95	105,776
Town of Gimli	1	October 31, 1982-2000	13.75	95,132
Town of Grandview	6	October 31, 1982-2000	9.0-13.75	134,136
Village of Gretna	3	October 31, 1982-1995	9.0-11.25	35,595
Rural Municipality of Grey	2	October 31, 1982-2000	11.25-13.75	382,747
Village of Hamiota	1	October 31, 1982-2000	13.75	19,175
Rural Municipality of Hanover	9	October 31, 1982-2000	9.0-13.75	309,663
Town of Hartney	1	December 31, 1982-1988	6.665	119,090
Village of Lac du Bonnet	1	October 31, 1982-1997	9.5	275,701
Rural Municipality of Lorne	4	October 31, 1982-2000	9.0-13.75	367,659
Rural Municipality of Macdonald	7	October 31, 1982-2001	9.0-10.70	201,921
Village of MacGregor	1	October 31, 1982-2000	13.75	22,696
Village of Manitou	2	October 31, 1982-1998	9.0-11.25	80,000
Village of McCreary	3	October 31, 1982-1998	9.0-11.25	29,432
Town of Minnedosa	4	October 31, 1982-2000	9.0-13.75	195,721
Rural Municipality of Miniota	1	October 31, 1982-1996	9.0	14,653
Village of Minitonas	1	October 31, 1982-1999	11.25	91,765
Town of Morris	2	October 31, 1982-1998	9.0-9.8	160,893
Local Government District of Mountain	2	October 31, 1982-1997	9.0-9.8	141,235
Town of Neepawa	2	October 31, 1982-2000	9.0-13.75	333,452
Rural Municipality of North Norfolk	3	October 31, 1982-1996	9.25-10.95	117,089
Village of Notre Dame de Lourdes	3	October 31, 1982-1995	9.25-10.95	69,016
Rural Municipality of Pembina	1	October 31, 1982-1989	11.25	9,710
Village of Pilot Mound	1	October 31, 1982-2000	13.75	22,838
Rural Municipality of Pipestone	2	October 31, 1982-2000	11.25-13.75	40,027
Village of Plum Coulee	4	October 31, 1982-2000	9.0-13.75	279,311
City of Portage la Prairie	6	October 31, 1982-2000	9.0-13.75	1,831,778
Rural Municipality of Portage la Prairie	2	October 31, 1982-1995	9.25-10.95	114,068
Carried forward	108			$ 7,905,261

Schedule 1

Page 2

THE MANITOBA WATER SERVICES BOARD

Schedule of Debentures Receivable from Municipalities
as at March 31, 1982

Municipality	Number of Debentures	Term	Interest Rates %	Balanc
Brought Forward	108			$ 7,805,
Town of Rapid City	1	October 31, 1982-1990	9.8	13,
Rural Municipality of Ritchot	6	October 31, 1982-2000	9.8-13.75	121,
Rural Municipality of Riverside	2	October 31, 1982-2000	11.25-13.75	171,
Village of Riverton	6	October 31, 1982-1998	9.0-10.95	231,
Town of Roblin	2	October 31, 1982-2000	11.25-13.75	306,
Village of Rossburn	5	October 31, 1982-2000	9.0-13.75	86,
Village of Ste. Anne	2	October 31, 1982-1996	9.8-11.25	66,
Village of St. Claude	3	October 31, 1982-1998	9.8-10.95	55,
Village of Ste. Rose du Lac	4	October 31, 1982-1997	9.0-10.95	75,
Town of Selkirk	6	October 31, 1982-2000	9.0-13.75	1,325,
Village of Shoal Lake	1	October 31, 1982-2000	13.75	168,
Town of Souris	3	October 31, 1982-1998	9.0-9.8	529,
Town of Steinbach	3	October 31, 1982-1997	9.0-10.95	91,
Town of Stonewall	2	October 31, 1982-2006	9.8-10.95	910,
Rural Municipality of Strathclair	1	October 31, 1982-1988	9.8	37,
Rural Municipality of Strathcona	2	October 31, 1982-2000	11.25-13.75	65,
Local Government District of Stuartburn	3	October 31, 1982-2000	9.0-13.75	175,
Town of Swan River	3	October 31, 1982-1997	9.0-10.95	577,
Rural Municipality of Tache	3	October 31, 1982-1998	9.0-10.95	29,
Village of Teulon	1	October 31, 1982-2006	8.0	367,
Rural Municipality of Thompson	1	October 31, 1982-1996	9.8	166,
Village of Treherne	2	October 31, 1982-1996	9.0-11.25	156,
Town of Virden	3	October 31, 1982-1998	9.8-13.75	376,
Community of Wabowden (Note 2)	1			229,
Village of Waskada	1	October 31, 1982-1988	9.25	1,
Village of Wawanesa	2	October 31, 1982-2000	11.25-13.75	69,
Town of Winkler	1	October 31, 1982-1996	9.8	23,
Town of Winnipeg Beach	2	October 31, 1982-2000	11.25-13.75	11,
	178			$ 14,707,

THE MANITOBA WATER SERVICES BOARD

Schedule of Sinking Fund Investments
as at March 31, 1982

Particulars	Interest Rate %	Maturity Date	Par Value	Cost
Debentures:				
Manitoba Hydro Electric Board	6	August 30, 1982	$ 241,000	$ 214,409
Manitoba Hydro Electric Board	5 1/2	October 1, 1982	131,000	110,756
Manitoba Hydro Electric Board	5 1/2	November 15, 1982	53,000	44,661
Manitoba Hydro Electric Board	6	April 15, 1992	285,000	182,866
Manitoba Hydro Electric Board	8 1/4	August 31, 1992	184,000	154,989
Manitoba Hydro Electric Board	8 3/8	August 1, 1998	94,000	65,841
Manitoba Hydro Electric Board	8 3/8	December 17, 1998	20,000	13,324
Manitoba Telephone System	5 1/2	November 15, 1983	26,000	21,045
Manitoba Telephone System	7	February 15, 1993	114,000	80,201
			$ 1,148,000	$ 888,092

Schedule 3

THE MANITOBA WATER SERVICES BOARD

Schedule of Capital Debt
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Advances from the Government of the Province of Manitoba:		
9% payable annually October 31, 1982-1997	$ 1,830,882	$ 1,881,777
9.8% payable annually October 31, 1982-1998	1,992,499	2,038,092
11.25% payable annually October 31, 1982-1999	1,957,904	1,991,958
9.25% payable annually March 31, 1983-2004	1,550,290	1,618,596
9.8% payable annually October 31, 1982-2006	1,569,411	1,610,650
9.4% payable annually October 31, 1982-2007	41,094	41,472
13.75% payable annually October 31, 1982-2000	3,654,310	3,696,128
18.875% payable annually October 31, 1982-2001	173,468	-
Other	2,898,194	4,471,662
	15,668,052	17,350,335
Canada Mortgage and Housing Corporation:		
Advances repayable or convertible to debentures on completion of projects	462,037	414,875
Debentures:		
7 7/8% payable annually August 1, 1982-1994	82,425	85,967
8% payable annually December 1, 1982-1995	60,615	62,903
8% payable annually January 1, 1983-1996	36,594	37,975
8% payable annually January 1, 1983-1996	46,868	48,637
8% payable annually February 1, 1983-1996	49,796	51,675
10% payable annually February 1, 1983-1996	91,600	94,516
10 3/8% payable annually January 1, 1983-1996	118,427	122,077
10 3/8% payable annually January 1, 1983-1996	26,111	26,916
10 3/8% payable annually February 1, 1983-1996	86,851	89,528
10 3/8% payable annually February 1, 1983-1996	55,951	58,706
10 3/8% payable annually February 1, 1983-1996	66,548	68,599
10 3/8% payable annually February 1, 1983-1996	135,427	139,601
10 3/8% payable annually December 1, 1982-1996	130,790	134,325
10 3/4% payable annually August 1, 1982-1996	60,510	62,090
10 3/4% payable annually December 1, 1982-1996	36,653	37,609
10 3/4% payable annually December 1, 1982-1196	16,722	17,158
8% payable annually April 1, 1982-1997	14,260	14,740
8% payable annually July 1, 1982-1997	807,940	832,243
10% payable annually July 1, 1982-1997	31,233	32,004
10% payable annually July 1, 1982-1997	21,761	22,299
10 3/8% payable annually April 1, 1982-1997	129,930	133,442
10 3/8% payable annually April 1, 1982-1997	115,160	118,273
10 3/4% payable annually July 1, 1982-1997	161,681	165,385
9 5/8% payable annually February 1, 1983-1998	74,053	75,951
	2,920,943	2,947,494
Bonds:		
Canada Pension Plan Investment Fund, subject to prior redemption, guaranteed as to principal and interest by the Government of the Province of Manitoba:		
5.42% bonds due April 1, 1986	2,954,000	2,954,000
7.26% bonds due June 2, 1989	3,023,000	3,023,000
	5,977,000	5,977,000
	$ 24,565,995	$ 26,274,829

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1982

1. SIGNIFICANT ACCOUNTING POLICIES

a) Cash on deposit with the Minister of Finance

In accordance with the procedures followed by the Province, the Board's disbursement account was held open until April 20, 1982 for the payment of accounts for liabilities incurred during the fiscal year ended March 31, 1982.

b) Capital debt financing

The Board obtained capital debt financing at fixed interest rates in accordance with approved repayment schedules of advances from the Government of the Province of Manitoba and of debentures payable to Canada Mortgage and Housing Corporation. In turn the Board received cash payments or obtained debentures from municipalities for their share of capitalized costs for plant construction. The debentures were issued in amounts and at fixed interest rates sufficient to discharge the municipalities' share of the corresponding capital debt financing provided by the Government of the Province of Manitoba and Canada Mortgage and Housing Corporation.

c) Accumulated excess of operating expenditures over revenues, recoverable

The accumulated excess of operating expenditures over revenues, recoverable, shown on the balance sheet pertains to plants operated under the following terms:

(A) Plants owned and operated by the Board with cost recovery over a 35 year life. These plants were constructed prior to 1972 under The Manitoba Water Supply Board Act. The Act was amended in 1972 and became known as The Manitoba Water Services Board Act with no further additions under this program. The amended Act provides for grants for rate stabilization by the Province.

(B) The plants operated by the Board under agreements with municipalities which were constructed since 1972 under The Manitoba Water Services Board Act.

d) Administration costs

The costs related to the administration and general operation of the Board are paid out of an appropriation of the Department of Agriculture.

e) Pension costs

The employees of the Board, who are paid salaries out of the appropriation of the Department of Agriculture (Note 1 d)), are civil servants and pensionable under the Civil Service Superannuation Fund, to which they contribute at prescribed rates. The Government of the Province of Manitoba is required to pay 50% of the Fund's pension disbursements made to retired employees from its appropriations. No provision is made in the Board's accounts to fund current or past service obligations.

Note 1 (continued)

f) Northern projects

As of June 30, 1979 the responsibility for the construction of water and sewer services for northern communities was transferred to The Manitoba Water Services Board. Construction costs related thereto for the year ended March 31, 1982 totalled $1,590,255 (1981 - $1,328,734) and were paid out of an appropriation of the Department of Agriculture. Administrative costs in connection with the above construction were also paid out of an appropriation of the Department of Agriculture.

2. CONSTRUCTION IN PROGRESS RECOVERABLE FROM MUNICIPALITIES AND THE GOVERNMENT OF THE PROVINCE OF MANITOBA

The transactions in this account were as follows:

	March 31 1982	 1981
Balance at beginning of year	$ 3,884,525	$ 4,187,569
Add: Construction during the year, Exhibit D	4,278,488	7,090,789
	8,163,013	11,278,358
Less: Recoveries during the year		
Municipalities:		
Cash payments received, Exhibit D	3,447,574	705,231
Debentures received	173,469	3,653,094
	3,621,043	4,358,325
The Government of the Province of Manitoba, Exhibit D:		
Grants - subsidization of construction costs	1,922,708	2,900,652
Construction expenditure recoveries	-	11,650
	1,922,708	2,912,302
Canada Mortgage and Housing Corporation, Exhibit D:		
Grants - subsidization of construction costs	-	94,400
The Government of Canada, Exhibit D:		
Construction expenditure recoveries	-	28,806
	5,543,751	7,393,833
Balance at end of year, Exhibit A	$ 2,619,262	$ 3,884,525

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1982

3. PLANTS OWNED AND/OR OPERATED BY THE BOARD:

The details of plants operated under A and B as explained in note 1 c) are set out below:

	March 31			
	1982		1981	
	No.	Amount	No.	Amount
Plants operated under A - owned and operated by the Board:				
Plants with an accumulated excess of operating expenditures over revenues, recoverable	36	$ 3,902,040	36	$ 3,934,667
Plants with an accumulated excess of operating revenues over expenditures	1	33,375	1	35,824
	37	3,868,665	37	3,898,843

The Manitoba Water Services Board Act requires the Board to fix rates for each plant to recover costs pertaining to the services supplied taking into account grants for rate stabilization provided by the Province of Manitoba to those plants constructed under The Manitoba Water Supply Board Act. The rates set by the Board and approved by the Province are in accordance with tables maintained by the Board which indicate a return of full capital costs and operating deficits based on a 35 year operating life. For the year ended March 31, 1982 rate stabilization grants totalling $475,181 were paid in respect of the operations of 28 of the plants constructed under The Manitoba Water Supply Board Act (1981, $344,767 respecting 27 plants).

	March 31			
	1982		1981	
	No.	Amount	No.	Amount
Plants operated under B - operated by the Board for municipalities:				
Plants with an accumulated excess of operating expenditures over revenues, recoverable	4	40,912	6	77,571
Plants with an accumulated excess of operating revenues over expenditures	5	26,970	4	28,175
	9	13,942	10	49,396
Totals under A and B	46	$ 3,882,607	47	$ 3,948,239

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1982

4. AGREEMENT, COMMUNITY OF WABOWDEN

Because of the legal status of the Community of Wabowden, the Board has entered into an agreement, in lieu of a debenture, with the Minister of the Department of Northern Affairs who is acting on behalf of the Community. The agreement provides for the recovery of the capitalized costs and interest in accordance with a repayment schedule over a twenty year period ending August 1, 1995.

5. ADVANCES - CANADA MORTGAGE AND HOUSING CORPORATION

Advances from Canada Mortgage and Housing Corporation are made on approved projects to The Manitoba Water Services Board on the basis of up to two-thirds of the approved costs of projects under construction. The advances made by Canada Mortgage and Housing Corporation are eligible for forgiveness to the extent of 25% of the principal amount of the loan, and 25% of the interest that has accrued in respect of loan advances to the date of completion of the project. Long term debt financing is being provided by the Province and Canada Mortgage and Housing Corporation financing during construction is repaid.

6. CAPITAL AUTHORITY

The Legislature has authorized the borrowing and expending of monies for municipal sewer and water systems. The unexpended amounts as at March 31, 1982 are as follows:

Legislative Authority	Unexpended balance as at March 31, 1982
The Loan Act 1977	$ 300,000
The Loan Act 1978	4,200,000
The Loan Act 1979	2,318,000
The Loan Act 1981	1,500,000
	$ 8,318,000

7. COMMITMENTS

The Board has signed agreements and offers for the construction of sewer and water systems for municipalities which amount to $13,789,000 as at March 31, 1982 (1981 - $9,332,000). Of this amount, $5,551,000 (1981 - $3,279,000) is expected to be funded by the Government of the Province of Manitoba grants for the subsidization of construction costs with the balance of $8,238,000 (1981 - $6,053,000) to be funded from the Board's Capital Authority (Note 6) which will be repayable by municipalities through debentures (Note 1b)) or cash payments.

THE MANITOBA WATER SERVICES BOARD

Notes to Financial Statements
for the year ended March 31, 1982

8. LITIGATION

The Board is involved in a civil suit with regard to one of its sewer projects. As a result of the Board's claim for damages a counter suit has been filed by one of the contractors claiming damages from the Board totalling $199,000. There has been no provision in the financial statements for such claim.

9. DISPUTED CLAIMS

The Board has received a claim from a contractor and a claim from the project manager for additional work allegedly performed on another of its sewer projects totalling $487,000. To date, the Board has not accepted liability for the extra charges and accordingly there is also no provision in the financial statements for these claims.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

MOOSE LAKE LOGGERS LTD.

REPORT OF THE PROVINCIAL AUDITOR'S OFFICE

We have examined the balance sheet of Moose Lake Loggers Ltd. as at March 31, 1982 and the statements of retained earnings, revenues and expenditures, changes in financial position, and the schedule of operating expenditures for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements, together with the notes thereto, present fairly the financial position of Moose Lake Loggers Ltd. as at March 31, 1982 and the results of its operations and the changes in financial position for the year then ended in accordance with generally accepted accounting principles applied, except for the change as shown in Note 5, on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

August 11, 1982,
Winnipeg, Manitoba.

Exhibit A

MOOSE LAKE LOGGERS LTD.

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

ASSETS

	1982	1981
Current assets:		
Cash on hand and in bank	$ 66,986	$ 52,847
Investments - term deposits	-	75,000
Accounts receivable:		
Trade	33,041	312,246
Employees	8,282	10,780
	41,323	323,026
Loans receivable from sub-contractors re purchase of equipment - secured	2,101	13,051
- unsecured	73,332	22,145
Inventories, at cost	57,954	39,062
Prepaid expenses	2,630	3,829
Total current assets	244,326	528,960
Fixed assets, at cost: (Note 5)		
Buildings and trailers	508,257	256,559
Less accumulated depreciation	101,516	141,682
	406,741	114,877
Equipment	204,090	249,839
Less accumulated depreciation	100,332	126,030
	103,758	123,809
Other assets, at cost: (Note 5)		
Campsite improvements	111,346	32,480
Less accumulated amortization	6,797	17,956
	104,549	14,524
Main road construction	235,321	235,321
Less grants received	156,000	156,000
	79,321	79,321
Less accumulated amortization	48,805	38,718
	30,516	40,603
Total fixed and other assets	645,564	293,813
	$ 889,890	$ 822,773

LIABILITIES AND SHAREHOLDERS' EQUITY

		1982	1981
Current liabilities:			
Outstanding cheques		$ 25,566	$ 94,644
Bank demand loan (Note 2)		10,000	-
Accounts payable and accrued liabilities:			
Trade		20,703	70,136
Province of Manitoba		-	289
Wage deductions		19,429	62,199
Employees		14,276	42,761
		54,408	175,385
Total current liabilities		89,974	270,029
Conditional sales agreement (secured) (Note 6)		345,458	-
Total liabilities		435,432	270,029
Shareholders' equity:			
Capital stock (Note 3):			
Authorized - 35,000 common shares of a par value of $10.00 each	$ 350,000		
Issued and fully paid - 30,009 common shares		300,090	300,090
Contributed surplus:			
Grant from the Government of Canada towards capital expenditures		5,720	5,720
Retained earnings, Exhibit B		148,648	246,934
Total shareholders' equity		454,458	552,744
		$ 889,890	$ 822,773

Exhibit B

MOOSE LAKE LOGGERS LTD.

Statement of Retained Earnings
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Balance, beginning of year	$ 246,934	$ 119,390
Less: Excess of expenditures over revenues, Exhibit C	98,286	(127,544)
Balance, end of year, Exhibit A	$ 148,648	$ 246,934

Exhibit C

MOOSE LAKE LOGGERS LTD.

Statement of Revenues and Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Revenues:		
Log cutting contracts	$ 2,587,539	$ 2,809,289
Commissary sales	212,989	225,510
Board charges	46,638	23,958
Road maintenance	34,571	10,303
Interest income	11,839	9,371
Accounting service fees	3,650	4,400
Equipment service fees	3,161	7,458
(Loss) gain on sale of fixed assets	(1,580)	4,173
Trainee reimbursement	2,190	3,585
Equipment rental	-	3,400
Miscellaneous	7,445	3,329
	2,908,442	3,104,776
Expenditures - Exhibit E:		
Log cutting contracts	2,033,538	2,121,855
Camp operations	773,276	697,024
General and administrative	199,914	158,353
	3,006,728	2,977,232
Excess of expenditures over revenues, Exhibit B	$ 98,286	$ (127,544)

Exhibit D

MOOSE LAKE LOGGERS LTD.

Statement of Changes in Financial Position
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Source of funds:		
Operations:		
Excess of expenditures over revenues	$ (98,286)	$ 127,544
Add: Charges not involving an outlay of funds - depreciation and amortization	102,007	86,722
	3,721	214,266
Loss (gain) on sale of fixed assets	1,580	(4,173)
	5,301	210,093
Proceeds from conditional sales agreement	356,284	-
Proceeds from sale of fixed assets - net	45,630	7,225
	407,215	217,318
Use of funds:		
Purchase of fixed and other assets	500,968	85,039
Conditional sales agreement	10,826	-
	511,794	85,039
(Decrease) increase in working capital	$(104,579)	$ 132,279

Exhibit E

Page 1

MOOSE LAKE LOGGERS LTD.

Schedule of Operating Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Log cutting contracts:		
Wages and benefits	$ 1,321,795	$ 1,397,367
Equipment rental	563,575	587,374
Fuel and oil	91,348	77,539
Repairs and maintenance	39,499	38,833
Miscellaneous supplies	10,736	14,787
Depreciation	5,321	5,274
Insurance	778	268
Travel	486	413
	2,033,538	2,121,855
Camp operations:		
Wages and benefits	202,304	181,007
Provisions	113,533	105,771
Depreciation	77,242	59,358
Fuel and oil	71,454	51,137
Repairs and maintenance	51,082	62,047
Interest on conditional sales agreement (Note 6)	27,476	-
Equipment rental	11,705	4,336
Amortization - main road	10,087	15,487
Insurance	6,605	4,941
Freight	2,722	2,477
Travel	2,681	3,087
Commissary:		
Purchases	195,657	212,967
Add: Opening inventory, at cost	16,671	11,080
Deduct: Closing inventory, at cost	(15,943)	(16,671)
	196,385	207,376
	773,276	697,024
Carried forward	$ 2,806,814	$ 2,818,879

Exhibit E

Page 2

MOOSE LAKE LOGGERS LTD.

Schedule of Operating Expenditures
for the year ended March 31, 1982
(with 1981 figures for comparison)

	1982	1981
Brought forward	$ 2,806,814	$ 2,818,879
General and administrative:		
Wages and employee benefits	134,138	88,238
Travel	12,754	7,991
Professional fees	11,128	7,880
Depreciation	9,358	6,603
Fuel and oil	5,918	4,022
Bad debt expense	5,000	-
Directors' fees and salaries	4,645	5,755
Directors' travel	3,072	4,419
Communications	4,349	3,687
Insurance	2,734	1,775
Miscellaneous	2,085	1,843
Stationery and supplies	2,068	1,964
Corporation Capital Tax	1,361	774
Repairs and maintenance	1,304	893
Profit sharing plan	-	22,509
	199,914	158,353
Total expenditures, Exhibit C	$ 3,006,728	$ 2,977,232

MOOSE LAKE LOGGERS LTD.

Notes to Financial Statements
for the year ended March 31, 1982

1. Accounting Policies

The accounting policies of the company are in accordance with generally accepted accounting principles and their basis of application, except as explained in note 5, is consistent with that of the preceding year.

Fixed assets:
Fixed assets are stated at cost. It is the company's policy to provide for depreciation and amortization of fixed assets on the basis shown in note 5.

Revenue recognition:
Pulpwood sales are recognized on the basis of pulpwood delivered to roadside and scaled in accordance with the terms of the sales contract.

2. Bank Loan

The bank loan is guaranteed by the Province of Manitoba to a maximum of $500,000 including unpaid interest thereon. The interest on the loan is at the prime bank rate.

3. Capital Stock

The issued shares are held by the Province of Manitoba except for nine shares which are held by the appointed directors in trust for Her Majesty the Queen in right of the Province of Manitoba.

4. Services Provided by the Province

The Province of Manitoba provides the services of the Secretary-Treasurer and other miscellaneous administrative services at no charge to the Company. The Province also provides Workers Compensation coverage for Company staff at no charge to the Company.

5. Fixed Assets

The Company depreciates its fixed assets and amortizes its other assets on the following basis:

	Annual Rate
A) Depreciation	
a) Straight line	
Buildings	10-33 1/3%
Trailers	15-33 1/3%
Equipment	20-33 1/3%
b) Diminishing balance	
Trucks	30%

5. **Fixed Assets** (continued)

	Annual Rate
B) Amortization	
a) Straight line	
Campsite improvements	12½ - 33 1/3%
b) Other	
Main road construction	10 cents per cord sold

Certain depreciation and amortization rates were changed as a result of the acquisition of the new logging camp during the year. Additionally, effective September 1, 1981 the Company changed its method of amortizing the main road construction from a straight line basis to the quantitative basis shown above; the effect of this change was to reduce the road amortization expense from $15,864 to $10,087 for the year ended March 31, 1982.

6. **Conditional Sales Agreement**

The conditional sales agreement reflects the amount owing on the purchase of the Talbot Lake camp from Manitoba Forestry Resources Ltd. The principal and interest, charged monthly at the prime rate paid by Manitoba Forestry Resources Ltd., is repayable over eight years with the final payment due October 1, 1989. The yearly repayment is based on an allowance per cord for the wood sold to Manitoba Forestry Resources Ltd.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC SCHOOLS FINANCE BOARD

AUDITOR'S REPORT

I report that the accounts and financial statements of The Public Schools Finance Board have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The increase in The Education Support Program expenditures of $205.4 million, from $216.9 million for the year ended December 31, 1980 to $422.3 million for the year ended December 31, 1981 shown in Exhibit B, mainly arises from changes in financing arrangements.

In our opinion, the financial statements, being Exhibits A, B, C and Schedules 1, 2 and 3, together with the notes thereto and the matter explained in the preceding paragraph, present fairly the financial position of The Public Schools Finance Board as at December 31, 1981 and the results of its operations for the year then ended. The financial statements were prepared on an accounting basis consistent with that of the preceding year and are in agreement with the books of the Board.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

April 6, 1982,
Winnipeg, Manitoba.

Exhibit A

THE PUBLIC SCHOOLS FINANCE BOARD

Balance Sheet
as at December 31, 1981
(with 1980 figures for comparison, Note 1)

	1981	1980
ASSETS		
Cash in bank	$ 255,121	$ 75,325
Accounts receivable:		
Government of the Province of Manitoba	6,940,624	6,771,607
Municipal corporations, education support levies (Note 3)	59,611,428	17,357,930
	$ 66,807,173	$ 24,204,862
LIABILITIES		
Accounts payable and accrued charges:		
Education Support	$ 8,470,301	$ 8,099,598
Other	1,855,996	326,456
Notes payable on demand - Province of Manitoba	53,750,000	14,300,000
	64,076,297	22,726,054
Reserve for uncollectable education support levies	-	53,596
Municipal corporations' education support levies account, Exhibit C	2,730,876	1,425,212
	$ 66,807,173	$ 24,204,862

Exhibit B

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Revenue and Expenditure for the year ended December 31, 1981 (with 1980 figures for comparison, Note 1)

	1981	1980
Revenue:		
Government of the Province of Manitoba, share of the Education Support Program	$ 274,534,017	$ 173,527,985
Municipal corporations, education support levy (Note 3)	149,028,573	43,533,433
	423,562,590	217,061,418
Excess of revenue over expenditure carried forward to municipal corporations' education support levies account, Exhibit C	1,252,068	151,437
	$ 422,310,522	$ 216,909,981
Expenditure:		
Education Support Program:		
Education support, (Note 2), Schedules 1 and 2	$ 415,570,323	$ 214,863,100
Administrative and other expenses Schedule 3 (Note 5)	6,740,199	2,046,881
	$ 422,310,522	$ 216,909,981

Exhibit C

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Municipal Corporations' Education Support Levies Account for the year ended December 31, 1981

Balance, December 31, 1980		$ 1,280,658
Add:		
Adjustment of previous years' foundation grants from estimated to actual	$ 722,770	
Less, Government of the Province of Manitoba's share	578,216	144,554
Adjusted balance, December 31, 1980, Exhibit A		1,425,212
Add:		
Excess of revenue over expenditure for the year ended December 31, 1981, Exhibit B	1,252,068	
Transfer of reserve for uncollectable foundation levies	53,596	1,305,664
Balance, December 31, 1981, Exhibit A		$ 2,730,876

Schedule 1

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Education Support (Note 4)
for the year ended December 31, 1981

Operating:	
Basic operating	$ 254,399,380
Pupil	9,584,180
Transportation	18,629,845
Special services	23,389,492
Vocational industrial	3,768,000
Immigrant pupils	1,194,800
Print and non-print materials	4,997,890
Extra operating	55,866,560
Mill rate reduction	228,300
Capital:	
Debt servicing	31,528,252
Other	5,224,910
Buses	5,226,066
Vocational equipment	1,532,648
Total education support program, Exhibit B	$ 415,570,323

Schedule 2

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Foundation Grants (Note 4) for the year ended December 31, 1980

Teachers' salaries	**$ 78,432,717**
Library	**965,289**
Transportation	**16,400,525**
Pupil grants:	
General	**70,502,271**
Vocational	**3,424,470**
Print and non-print instructional materials	**4,023,445**
Declining enrolment schools	**1,656,078**
Capital:	
Debt servicing	**30,862,017**
Buses	**2,718,784**
Vocational equipment	**1,301,777**
Other	**4,575,727**
Total foundation grants, Exhibit B	**$ 214,863,100**

Schedule 3

THE PUBLIC SCHOOLS FINANCE BOARD

Statement of Administrative and Other Expenses for the year ended December 31, 1981 (with 1980 figures for comparison)

	1981	1980
Board Members:		
Indemnities	$ 26,650	$ 26,237
Canada Pension Plan	379	336
Travel expense	8,661	4,830
Sundry expense	4,892	3,204
	40,582	34,607
Staff:		
Salaries	363,079	297,668
Travel expense	5,982	5,261
Sundry expense	2,093	2,080
	371,154	305,009
Office:		
Printing, stationery and supplies	17,080	10,268
Equipment	1,230	-
Equipment rentals	8,897	2,565
Telephone	7,080	5,760
	34,287	18,593
Professional Services:		
Audit	17,400	12,850
Other	6,909	5,617
	24,309	18,467
Interest Expense, net:		
Interest charged on loans for advances of support (Note 5)	6,269,867	1,679,966
Less, interest earned on funds invested	-	9,761
	6,269,867	1,670,205
Total administrative and other expenses, Exhibit B	$ 6,740,199	$ 2,046,881

THE PUBLIC SCHOOLS FINANCE BOARD

Notes to Financial Statements
December 31, 1981

1. The amounts shown for the foundation grants for 1980 have been adjusted to the actual figures based upon 1980 final statistical reports and audited financial statements of the school divisions. The statement of municipal corporations' education support levies account, Exhibit C, reflects the adjustments.

2. The education support for 1981 is an estimated amount based upon 1981 statistical reports and financial budgets submitted by the school divisions and is subject to revision following receipt of the 1981 audited financial statements during 1982.

3. The Foundation Program was replaced by the Education Support Program effective January 1, 1981. The Education Support Program is financed by revenue from the Consolidated Fund of the Province of Manitoba with the balance raised by a uniform levy on all assessable property.

4. Schedule 1 provides particulars of education support under the Education Support Program, which becomes effective with the fiscal year ended December 31, 1981, and, therefore, comparative particulars are not available for the preceding fiscal year. Schedule 2 provides particulars for the preceding fiscal year under the Foundation Grants Program.

5. The interest charged on loans for advances of support increased by $4,589,900 during the year. This was due primarily to the increase in the education support levy and to the higher interest rates experienced in 1981.

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC SERVICE GROUP INSURANCE FUND

AUDITOR'S REPORT

I report that the financial statements of The Public Service Group Insurance Fund have been examined under my direction for the fiscal year ended April 30, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A, B, and C and Schedule 1, together with the notes thereto, present fairly the financial position of The Public Service Group Insurance Fund as at April 30, 1981 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied, except for the matter explained in note 1(a), on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

January 22, 1982,
Winnipeg, Manitoba.

Exhibit A

THE PUBLIC SERVICE GROUP INSURANCE FUND

Balance Sheet
as at April 30, 1981
(with 1980 figures for comparison)

ASSETS

	1981	1980
Investments at amortized cost, Note 1(b), Schedule 1	$ 6,108,776	$ 5,610,401
Add: Amount to be transferred from (to) The Canada Life Assurance Company, Note 2	1,701,727	(190,043)
	7,810,503	5,420,358
Funds held for specific reserves by The Canada Life Assurance Company	2,186,036	173,992
Less: Amount to be transferred (to) from the Fund, Note 2	(1,701,727)	190,043
	484,309	364,035
Accrued interest on investments	101,080	119,702
	$ 8,395,892	$ 5,904,095

LIABILITIES

	1981	1980
Accounts payable	$ 61,880	$ 48,788
Investment reserve, Note 1(b)	25,554	8,214
Reserves for current and future benefits, Exhibit B:		
Specific reserves	484,309	364,035
General reserve	7,824,149	5,483,058
Total reserves for current and future benefits	8,308,458	5,847,093
	$ 8,395,892	$ 5,904,095

Exhibit B

THE PUBLIC SERVICE GROUP INSURANCE FUND

Statement of Reserves for Current and Future Benefits
for the year ended April 30, 1981
(with 1980 figures for comparison)

	Employees' Group Life Insurance Policy Reserve	Accidental Death and Disablement Policy Reserve	Dependents' Group Life Insurance Policy Reserve	Total Specific Reserves	General Reserve	Total Reserves 1981	Total Reserves 1980
Balance at beginning of year	$ 264,930	$ 274,114	$ (174,979)	$ 364,035	$ 5,483,058	$ 5,847,093	$ 5,263,635
Additions:							
Premiums, Note 1(a)	5,164,290	631,321	400,687	6,196,298	-	6,196,298	5,419,007
Adjustment for non-contributory additional employees' group life insurance, (1980 - $423,445), Note 3	480,243	-	-	480,243	(480,243)	-	-
Investment income, Note 1(b):							
Interest	43,047	31,523	-	74,570	719,055	793,625	740,856
Amortization of discounts	-	-	-	-	22,183	22,183	32,803
Transfer to investment reserve	-	-	-	-	(21,084)	(21,084)	(8,214)
Total investment income	43,047	31,523	-	74,570	720,154	794,724	765,445
Total additions	5,687,580	662,844	400,687	6,751,111	239,911	6,991,022	6,184,452
Deductions:							
Claims, Note 1(c):							
Death	3,161,834	440,928	338,500	3,941,262	-	3,941,262	4,819,850
Disability	290,692	-	-	290,692	-	290,692	458,090
	3,452,526	440,928	338,500	4,231,954	-	4,231,954	5,277,940
Canada Life charges and premium taxes	128,945	63,132 Note 4	14,447	206,524	-	206,524	247,751
Premiums waived for disabled employees	25,686	-	-	25,686	-	25,686	21,816
Administration fee charged by The Civil Service Superannuation Board	-	-	-	-	49,881	49,881	43,655
Professional fees	-	-	-	-	15,612	15,612	9,832
Total deductions	3,607,157	504,060	352,947	4,464,164	65,493	4,529,657	5,600,994
	2,345,323	432,898	(127,239)	2,650,982	5,657,476	8,308,458	5,847,093
Transfer of reserve balances, Note 2	(2,166,673)	-	-	(2,166,673)	2,166,673	-	-
Balance at end of year, Exhibit A	$ 178,650	$ 432,898	$ (127,239)	$ 484,309	$ 7,824,149	$ 8,308,458	$ 5,847,093

Exhibit C

THE PUBLIC SERVICE GROUP INSURANCE FUND

Statement of changes in the Investment Reserve for the year ended April 30, 1981 (with 1980 figures for comparison)

	1981	1980
Additions during the year:		
Transfer in accordance with investment policy, Note 1(b), Exhibit B	$ 21,084	$ 8,214
Less: Difference between proceeds and book value upon redemption of bonds	3,744	-
Net increase for the year	17,340	8,214
Balance, beginning of year	8,214	-
Balance, end of year, Exhibit A	$ 25,554	$ 8,214

Schedule 1

THE PUBLIC SERVICE GROUP INSURANCE FUND

Summary of Investments
Held by The Minister of Finance
as at April 30, 1981

	Par Value	Book Value
Short term investments with:		
The Minister of Finance		$2,002,759
Bank		2,150,000
		4,152,759
Bonds and debentures:		
Government of Canada	$2,000,000	1,956,017
Total investments - Exhibit A		$6,108,776

THE PUBLIC SERVICE GROUP INSURANCE FUND

Notes to Financial Statements
for the year ended April 30, 1981

1. Significant accounting policies:

The Fund's fiscal year coincides with the insurance policy year. The financial statements reflect the results of transactions based on the following established significant accounting policies:

(a) Effective May 1, 1980 the Board approved the policy to accrue premiums in respect of the partial insured period ending April 30, 1981. The effect of this change resulted in premiums being $145,312 (Employees' Group Life - $120,893; Accidental Death and Disablement - $15,163; and Dependents' Group Life - $9,256) greater than if the policy of the preceding year had been followed.

(b) The Investment Reserve, shown in the Balance Sheet, does not reflect a valuation of the investments, but is maintained to stabilise and even out the investment income.

The investment income measurement policies consist of:

Premiums on bonds and debentures in excess of one percent of par value are amortized on a straight line basis over the remaining term and are charged to the Investment Reserve. All other premiums on investments are charged to the Investment Reserve in the year of acquisition.

Discounts on bonds and debentures within or equal to one percent of par value are charged to income in the year of acquisition. All other discounts on investments are amortized on a straight line basis over the remaining or renewable term and are charged to income.

Investment income is reduced annually by ¼ of 1% of the book value of investments to a maximum of the reserve not exceeding 3% of the book value of the investments and the amount of the reduction is credited to the Investment Reserve.

Differences between amounts realized from the maturity, redemption or sale of investments and their book value are reflected in the Investment Reserve.

THE PUBLIC SERVICE GROUP INSURANCE FUND

Notes to Financial Statements
for the year ended April 30, 1981

(c) Claims recorded only include claims for a fiscal year which were processed within five months after the fiscal year end. There were no reported claims unrecorded as at April 30, 1980 and April 30, 1981.

2. In accordance with the terms of the Employees' Group Life Insurance Policy with the insurer, an annual transfer is made by the Fund to the insurer or by the insurer to the Fund based on claims experience.

3. Effective July 1, 1979 the insurance policies for the Employees' Group Life Insurance and the Accidental Death and Disablement Insurance were combined into one policy with increased coverages. In accordance with the terms of the policy, the insurer continues to segregate the two benefits.

   Employees' Group Life Insurance coverage has been increased by $35,250 from a maximum of $50,000 to $85,250. Of the increase, $25,000 is contributory, $5,250 is an increased benefit without additional premiums and $5,000 is a non-contributory dividend funded from the General Reserve in the amount of $480,243 for the period ending April 30, 1981 ($423,445 - July 1, 1979 to April 30, 1980). Arrangements have been made to extend the term of the non-contributory dividend coverage in the reduced amount of $2,500 from June 1, 1981 to May 31, 1982 ($5,000 - July 1, 1979 to May 31, 1981).

   The Accidental Death and Disablement coverage was increased from a maximum of $50,000 to $75,000. This coverage is funded in full by the employer.

4. The financial statements reflect Canada Life Assurance Company charges. In accordance with a provision under the Policy for the Accidental Death and Disablement Insurance Plan, the charge relating to this Policy may be re-computed retroactively to May 1, 1977 in the event that the policy is terminated prior to April 30, 1982. The Fund's contingent liability regarding this Policy as at April 30, 1981 totals approximately $22,000 in the event that the Policy is terminated during the next ensuing fiscal year.

5. The financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, a triennial actuarial valuation and report is required to be made on the status of the Fund. The actuarial report as at December 31, 1979 disclosed an unfunded liability of $603,751 in the Employees' Group Life Insurance Policy Reserve, an actuarial surplus of $435,323 in the Accidental Death and Disablement Insurance Policy Reserve, and an unfunded liability of $109,489 in the Dependents' Group Life Insurance Policy Reserve.

THE PUBLIC SERVICE GROUP INSURANCE FUND

Notes to Financial Statements
for the year ended April 30, 1981

The triennial actuarial report on the Public Service Group Insurance Fund as at December 31, 1979 indicated:

(a) the existence of an unfunded liability in the Employees' Group Life Insurance Plan should be cause for caution but not for concern.

(b) there is a substantial surplus in the Accidental Death and Disablement Plan part of the Fund. This indicates the likelihood that some surplus will be available for use when the actual results under the current agreement with the Canada Life Assurance Company are finalized. The report is expected by December 31, 1982.

(c) The claims experience for the Dependents' Group Life Insurance Plan, since the contributions were increased effective January 1, 1979, indicates that these increased contributions are sufficient to provide the benefits which have been promised.

6. The General Reserve is allocated for the purpose of determining the actuarial positions of each Specific Reserve. However, the General Reserve allocation is not restricted and can be modified by authority of the Board.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE PUBLIC TRUSTEE OF MANITOBA

AUDITOR'S REPORT

I report that the financial statements of The Public Trustee of Manitoba have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B, together with the notes thereto, present fairly the financial position of affairs of the estates and trusts under jurisdiction of the Public Trustee as at March 31, 1982 and the cash receipts and disbursements for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W. K. Ziprick, C.A.,
Provincial Auditor.

September 9, 1982,
Winnipeg, Manitoba.

Exhibit A

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Balance Sheet of estates and trusts under administration
as at March 31, 1982
(with 1981 figures for comparison)

A S S E T S

	1982	1981
Cash on hand and in bank:		
General	$ 312,195	$ 280,749
Provincial funds	3,054	482
	315,249	281,231
Expenditures recoverable from estates and trusts (Note 1)	1,946	2,518
Common fund investments (Notes 1 and 6)	24,693,905	17,763,707
Term deposits and investment certificates, at par value	6,509,654	6,042,509
Government of Canada and other bonds, at par value	8,509,454	7,675,777
Shares of capital stock and mutual funds (Note 1)	222,029	186,951
Annuity contracts (Note 1)	10,246	73
Accounts receivable (Note 1)	49,037	38,013
Rentals receivable (Note 1)	9,830	2,919
Notes receivable, principal (Note 1)	104,677	39,998
Mortgages and agreements receivable (Note 1)	192,098	124,305
Interests in other estates (Note 1)	1,411	1,393
Real estate (Note 1)	2,895,827	2,695,155
	$ 43,515,363	$ 34,854,549

LIABILITIES

	1982	1981
Liabilities of estates:		
Mortgages, notes and agreements payable	**$ 50,465**	**$ 21,315**
Public Trustee, fees payable (Note 2)	**9,489**	**8,525**
	59,954	**29,840**
The Province of Manitoba:		
The Public Trustee accountable advance	**5,000**	**3,000**
Estates and trusts under administration: (Note 1)		
Excess of recorded value of assets over liabilities:		
The Mental Health Act	**30,242,655**	**24,325,505**
The Public Trustee Act	**13,207,754**	**10,496,204**
	$ 43,515,363	**$ 34,854,549**

Exhibit B

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Statement of Receipts and Disbursements
for the year ended March 31, 1982
(with 1981 figures for comparison)

RECEIPTS

	1982	1981
Funds held by estates and trusts brought under administration	$ 3,365,647	$ 2,446,338
Realization of equities in other estates	369,124	293,818
Pensions, compensation and assistance	5,884,471	4,874,295
Sickness, disability and other insurance benefits	914,864	1,108,476
Collections on account of:		
Accounts receivable	18,045	28,499
Rentals and leases receivable	203,132	267,025
Mortgages and agreements receivable	36,517	17,989
	257,694	313,513
Sale of chattels	148,881	149,374
Sale of real estate	812,441	840,576
Interest - bonds and investment certificates	4,891,269	3,070,309
Dividends	12,714	16,186
Bank interest	4,004	4,796
Statutory fees collected (Note 3)	10,035	13,501
Total receipts	16,671,144	13,131,182
Cash on hand and in bank at beginning of year	280,749	209,818
	$ 16,951,893	$ 13,341,000

DISBURSEMENTS

	1982	1981
Payments on account of:		
Accounts payable discharged	$ 154,444	$ 67,033
Mortgages and agreements payable	11,289	71,268
Real estate purchases	52,026	6,000
	217,759	144,301
Maintenance:		
Maintenance incurred in hospitals prior to June 30, 1958	447,952	265,503
Board, room and other expenses (Note 4)	3,817,937	3,004,326
	4,265,889	3,269,829
Support of dependents	56,950	51,530
Preservation of estates:		
Taxes	453,268	248,575
Insurance	21,813	16,856
Repairs	27,179	11,509
Sundry	317,698	246,042
	819,958	522,982
Administration and passing of accounts (Note 2)	1,163,092	870,561
Burial expenses	288,574	248,177
Estates and trusts released from administration	2,966,002	1,801,894
Statutory fees remitted (Note 3)	10,035	13,501
Total disbursements, before purchase of securities	9,788,259	6,922,775
Purchases of securities, less sale or redemption of securities (1982 - $15,347,863; 1981 - $21,142,141)	6,851,439	6,137,476
Cash on hand and in bank at end of year	312,195	280,749
	$ 16,951,893	$ 13,341,000

GOVERNMENT OF THE PROVINCE OF MANITOBA

The Public Trustee of Manitoba

Notes to Financial Statements
March 31, 1982

1. Significant Accounting Policies

The Statement of Receipts and Disbursements reflects cash transactions which have occurred during the year for estates and trusts under administration.

The Balance Sheet reflects a position on a modified accrual basis including all known assets and liabilities of the estates and trusts, except for chattels, accrued investment earnings, and current liabilities.

The net recorded value of the estates and trusts under administration is governed by the valuation criteria described on the Balance Sheet as well as the following valuation and accounting policies:

a) Expenditures Recoverable from Estates and Trusts

Expenditures recoverable from estates and trusts represent disbursements made on behalf of estates or trusts for which funds were not immediately available; these expenditures will be charged to the estates or trusts concerned in due course, when funds become available.

b) Common Fund Investments

Investments of the common fund, established pursuant to Section 7.1(1) of the Public Trustee Act, are restricted to securities and loans authorized under the Trustee Act. Common fund investments are recorded at cost, adjusted for the amortization of premiums or discounts on purchase on a straight line basis over the remaining term to maturity of the security. Earnings are distributed semi-annually to the individual estates and trusts on a pro rata basis.

c) Shares of Capital Stock and Mutual Funds

(i) Mental Health and Infant Trusts

The basis of valuation of shares assumed under administration prior to December 22, 1971 is at Valuation Day prices (market value as at December 22, 1971), except shares for which no Valuation Day price exists. Shares are then recorded at cost, if available, or at nominal values.

c) **Shares of Capital Stock and Mutual Funds** (continued)

(i) **Mental Health and Infant Trusts** (continued)

Shares assumed under administration since December 22, 1971 have been recorded at the market value as at the date of assumption or at nominal values where market value is not readily available.

All shares purchased by the trustee are recorded at cost.

(ii) **Estates of Deceased Persons**

Shares forming part of estates of deceased persons assumed under administration have been recorded at the market value as at the date of death. Shares purchased by the Public Trustee are recorded at cost. Where no market value exists, nominal values are used.

d) **Annuity Contracts**

Annuity contracts have been recorded at a nominal value of $1.00 each, except for one instance where a contract is recorded at its original cost of $10,000.

e) **Accounts Receivable and Rentals Receivable**

Accounts receivable and rentals receivable include a number of accounts recorded at nominal values.

f) **Notes, Mortgages and Agreements Receivable**

Notes receivable and mortgages and agreements receivable reflect the amount of principal and interest due and unpaid at the time each estate was brought under administration, less any payments subsequently received. Interest due and accrued during administration is not recorded by the Public Trustee until such time as it is received.

g) **Interests in Other Estates**

Interests in other estates have been recorded at a nominal value of $1.00 each, except for one instance where the interest in other estates was recorded at realizable value of $1,354.

h) **Real Estate**

Real estate is valued at a multiple of five times the assessed value on the property tax notice; burial plots, mines and mineral rights, and mobile homes have been recorded at a nominal value of $1.00 each.

2. Administration Fees

Under Section 10 of the Public Trustee Act, the Public Trustee may determine reasonable charges based on the services provided to the estates and trusts under his administration. Charges are made annually on the aforementioned basis to each estate and trust on its anniversary date of enrollment with the Trustee, except those estates and trusts which do not have sufficient funds, where the charges are either reduced or not made. These fees are remitted to the Province of Manitoba.

3. Statutory Fees

Under Section 84(3) of the Queen's Bench Act and Section 82 of The Surrogate Courts Act, the Public Trustee of Manitoba provides legal services for estates and trusts not under his administration. Fees for these services are recorded as receipts and remitted to the Province of Manitoba.

4. Board, Room and Other Expenses

Board, room and other expenses reflect payments made for current general living expenses, including clothing, comforts, medical, nursing home costs, etc., during periods of supervision, probation and hospitalization.

5. Administration Costs

Administration costs of the Public Trustee of Manitoba are paid out of appropriations of the Department of Attorney-General and are not reflected in these financial statements. Where appropriate these costs are recovered from estates and trusts in a manner as explained in Note 2.

6. Common Fund - Summary of Investments

The investments of the Common Fund consist of the following:

	1982	1981
Term deposits, investment certificates and treasury bills	$ 19,345,600	$ 15,496,379
Government of Canada bonds	5,348,305	2,267,328
	$ 24,693,905	$ 17,763,707

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE TEACHERS' RETIREMENT ALLOWANCES FUND

AUDITOR'S REPORT

I report that the financial statements of The Teachers' Retirement Allowances Fund have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A and B and Schedules 1 and 2, together with the notes thereto, present fairly the financial position of The Teachers' Retirement Allowances Fund as at December 31, 1981 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

June 10, 1982,
Winnipeg, Manitoba.

Exhibit A

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Balance Sheet
as at December 31, 1981
(with 1980 figures for comparison)

ASSETS

	1981	1980
Investments, Schedule 1	$ 215,329,959	$ 178,926,479
Unamortized net adjustment to book value of securities sold before maturity	226,833	251,174
Accrued interest on investments	3,355,013	2,880,364
Investment income receivable	257,012	178,141
Balance of teacher and school division contributions owing by school divisions	2,398,129	2,238,507
Cash on hand and in bank	1,500,119	192,311
	$ 223,067,065	$ 184,666,976

LIABILITIES

	1981	1980
Cheques issued and outstanding	$ 312,465	$ 208,670
Balance of Province of Manitoba Account	31,635	(22,916)
Benefit reserves, Exhibit B:		
Reserves for teachers' share of benefits:		
Basic	205,246,392	170,479,607
Pension indexing adjustments	16,596,905	13,463,271
Reserves for employers' share of benefits:		
Manitoba Teachers' Society	617,704	502,896
Manitoba Association of School Trustees	45,472	35,448
	222,506,473	184,481,222
Reserve for Fund's share of employees' pension benefits (Note 1,E)	216,492	-
	$ 223,067,065	$ 184,666,976

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Statement of Changes in Benefit Reserves

Exhibit B

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Statement of Changes in Benefit Reserves
for the year ended December 31, 1981
(with 1980 figures for comparison)

Additions:
  Contributions:
    Teachers
    Province of Manitoba:
      Share of benefits charged
      Re actuarial liability created by 1970 and 1973 amendments
      Prior rural service of certain retired Winnipeg teachers
    School divisions
    Manitoba Teachers' Society
    Manitoba Association of School Trustees
    Others - Transfers under reciprocal agreements
      Total contributions

  Investment income, Schedule 2
      Total additions

Deductions:
  Pensions paid
  Contributions refunded
  Transfers under reciprocal agreement
  Administrative expenses
  Transfer to reserve for Fund's share of employees' pension benefits to cover past service liability (Note 1,E)
      Total deductions

Net increase for year

Balance at beginning of year

Balance at end of year, Exhibit A

1981					1980
Reserves for Teachers' Share of Benefits		Reserves for Employers' Share of Benefits			
Basic	Pension Indexing Adjustments	Manitoba Teachers' Society	Manitoba Association of School Trustees	Total	Total
$ 22,606,695	$ 3,378,791	$ --	$ --	$ 25,985,486	$ 18,065,190
10,855,547	--	--	--	10,855,547	10,091,247
1,613,300	--	--	--	1,613,300	1,613,300
143,735	--	--	--	143,735	143,560
--	--	--	--	--	4,860
--	--	61,036	--	61,036	50,705
--	--	--	5,289	5,289	4,878
449,596	--	--	--	449,596	304,235
35,668,873	3,378,791	61,036	5,289	39,113,989	30,277,975
21,157,771	1,652,483	61,787	4,735	22,876,776	17,181,498
56,826,644	5,031,274	122,823	10,024	61,990,765	47,459,473
18,961,513	1,897,640	8,015	--	20,867,168	19,049,593
2,191,325	--	--	--	2,191,325	2,174,297
316,266	--	--	--	316,266	468,273
404,355	--	--	--	404,355	357,787
186,400	--	--	--	186,400	--
22,059,859	1,897,640	8,015	--	23,965,514	22,049,950
34,766,785	3,133,634	114,808	10,024	38,025,251	25,409,523
170,479,607	13,463,271	502,896	35,448	184,481,222	159,071,699
$ 205,246,392	$ 16,596,905	$ 617,704	$ 45,472	$ 222,506,473	$ 184,481,222

Schedule 1

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Summary of Investments

as at December 31, 1981

	Par Value	Book Value
Fixed income investments:		
Bonds and debentures issued by, or guaranteed by, the following:		
Canada	$ 15,424,000	$ 15,082,802
Province of Alberta	165,000	164,534
Province of British Columbia	405,000	402,040
Province of Manitoba	20,894,000	20,857,813
Province of New Brunswick	965,000	960,221
Province of Newfoundland	1,150,000	1,142,655
Province of Nova Scotia	385,000	382,455
Province of Ontario	1,946,500	1,940,656
Province of Prince Edward Island	790,000	781,235
Province of Quebec	1,435,000	1,428,224
Province of Saskatchewan	575,000	572,670
Hospital districts	1,698,000	1,654,314
Municipal corporations	11,316,039	11,250,482
School districts and divisions	547,450	542,811
Corporations	39,530,839	38,073,932
	$ 97,226,828	95,236,844
Mortgages:		
Insured:		
National Housing Act (Canada)	39,447,832	39,400,495
Other	13,187,680	12,985,983
Uninsured	7,366,830	7,346,903
	$ 60,002,342	
Short term notes	$ 29,968,830	29,968,830
Units of fixed income fund		2,000,000
Total fixed income investments at amortized cost		186,939,055
Equity investments:		
Mortgage investment corporation shares, at cost		1,299,496
Real estate equity investments:		
Common shares, at share of equity value		6,926,277
Participating bonds, at cost		18,314,978
Qualifying shares, at cost		12,893
Interim project financing, at cost		1,837,260
Total real estate equity investments		27,091,408
Total investments, Exhibit A		$ 215,329,959

Schedule 2

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Summary of Investment Income
for the year ended December 31, 1981
(with 1980 figures for comparison)

	1981	1980
Fixed income investments:		
Interest	$ 19,917,216	$ 15,250,375
Amortization of discounts and premiums	19,692	(37,244)
	19,936,908	15,213,131
Equity investments:		
Dividends	119,886	61,225
Real estate equity investments:		
Interest and dividends	2,560,291	1,706,457
Adjustment due to change in book value of investment	259,691	200,685
	2,819,982	1,907,142
Total investment income, Exhibit B	$ 22,876,776	$ 17,181,498

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements
for the year ended December 31, 1981

1. **Significant Accounting Policies:**

The significant accounting policies are summarized below:

A) The Fund follows the accrual basis of accounting in all cases where the amount of the accrual is material, specifically teacher contributions and fixed investment income.

B) The investment income measurement policies consist of:

i) Fixed income investments:

Income on fixed income investments includes the net effect of amortization of discounts and premiums on securities held as well as amortization of book losses on bonds sold before maturity in order to acquire other securities for an increase in net yield.

ii) Equity investments:

Each year the recorded value of equity investments, where a quoted market value is available, is adjusted to reflect the change in their market value. One-half of any unrealized appreciation is taken into income in the year and the balance is credited to the equity investment reserve. In any year that the market value decreases, the whole of the decrease is charged to the reserve. Allocations to the reserve will cease when it is equal to 20% of the market value of equity investments held. When an investment is sold the balance in the reserve pertaining to the investment sold is transferred to income. At the end of 1981 the only equity investments held in this portfolio were mortgage investment corporations shares in respect of which no quoted market values are available.

iii) Real estate equity investments:

a) Income from real estate equity investments, evidenced by participating bonds, represents the Fund's proportionate share of the net cash flow generated by the underlying properties with no allowance having been made for depreciation. An appraisal made by management of the properties as at September 30, 1981, indicated the market value of the Fund's share of the investment exceeded its book value. In the event the income from a property is insufficient to pay the costs of its operations, the Fund is liable to make additional payments, without limitation in amount, equal to its share of such a deficiency.

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements for the year ended December 31, 1981

b) Income from real estate equity investments evidenced by common shares has been recorded using the equity accounting method whereby the book value of the investment has been adjusted to reflect the Fund's share of the book value of the company's net assets at its fiscal year ended September 30, 1981, with the offsetting entry recorded in income. An appraisal made by management of the properties as at September 30, 1981, indicated the market value of the Fund's share of the investment exceeded its book value. Three relative values are:

cost of shares purchased	$ 6,036,008
book value (equity accounting method)	6,926,277
market (book value plus share of appraisal surplus)	17,822,555

C) **Pension Indexing Adjustment Reserve:**

An allocation of teachers' contributions is made in accordance with the Act to the reserve. Interest is allocated to the reserve on the basis of the average rate earned by the Fund on total new fixed income investments made since establishment of the reserve.

Cost of living pension adjustment payments are calculated effective July 1 in each year and are based on the lesser of the increase in the Canadian Consumer Price Index for the preceding calendar year, or the amount, determined by an actuarial review, that could be paid without resulting in an unfunded liability in the reserve.

D) The financial statements do not reflect the financial position of the Fund on an actuarial valuation basis. In accordance with the Act, an actuarial valuation and report is required every 3 years. In his most recent actuarial report on The Teachers' Retirement Allowances Fund as at January 1st, 1981, the Actuary stated that the financial position of the Fund had improved during the period covered by his review. As a result of the limited utilisation of the Province of Manitoba rate guarantee the Fund was in a sound financial position as of the valuation date.

E) The Fund is liable for payment of one-half of the pensions paid to its retired employees. By an actuarial review, it has been estimated that the Fund's future pension liability amounted to $186,400 as at December 31, 1980. By a transfer from the Basic reserve as of this date, the Board has established a reserve in the accounts to recognize this liability. The actuarial review also provided a formula to estimate the change in this account for the current year. In accordance with this formula, $32,363 has been included in the administrative expenses of the Fund to update this reserve to December 31, 1981. The Fund's share of actual pensions paid to former employees during the year was paid from the reserve and amounted to $2,271.

THE TEACHERS' RETIREMENT ALLOWANCES FUND

Notes to the Financial Statements
for the year ended December 31, 1981

2. Guarantee by the Province:

Under the Act, the Province of Manitoba guarantees that a certain rate of return which varies based on actuarial assumptions, will be earned on the assets of the Fund. Any deficiency in annual earnings is made up by the Province; however, no payments have been required since 1975.

Meyers
Norris
Penny & Co.

Chartered Accountants

30th April 1982

The Members
Turtle Mountain Conservation District No. 4
Deloraine, Manitoba

AUDITORS' REPORT

We have examined the balance sheet of the Turtle Mountain Conservation District No. 4 as at 31st December 1981 and the statements of revenue and expenditures - general revenue program, sub-district program accounts and equipment account, and the statement of changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the District as at 31st December 1981 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.

Chartered Accountants

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Offices in Brandon, Virden, Melita, Souris, Deloraine,
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F.A. Thorsteinson, C.A.
P.S. Eckersley, C.A.
J.D. Stewart, C.A.

STATEMENT 1

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

BALANCE SHEET AS AT 31ST DECEMBER 1981

	1981 $	1980 $
ASSETS		
CURRENT ASSETS		
Cash	32,609	37,709
Accounts receivable - NOTE 2	1,530	7,489
	34,139	45,198
FIXED ASSETS - NOTE 3	17,090	4,273
	51,229	49,471
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	16,506	19,008
SURPLUS		
PROGRAM ACCOUNTS		
Sub-District Program Accounts (deficit)	2,912	(2,048)
General Board Program Accounts	30,486	33,064
Equipment Account (deficit)	1,325	(553)
	34,723	30,463
	51,229	49,471

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4
STATEMENT OF REVENUE AND EXPENDITURES
GENERAL REVENUE PROGRAM
FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
REVENUE		
Municipal levies	16,068	16,921
Province of Manitoba	85,210	58,382
Soils committee	5,907	4,525
Recreation committee	145	99
Interest earned	1,650	739
Miscellaneous	56	
	109,036	80,666
EXPENDITURES		
Administrative		
General administration	9,681	7,859
Local administration	655	315
Conservation District Authority administration	619	
Depreciation	384	247
Board and committee remuneration	4,315	5,645
District supervisor salary	24,644	20,899
District supervisor expense	3,588	2,435
	43,886	37,400
Special Programs		
Demonstration	2,949	1,419
Forage assistance	30,068	29,610
Gully stabilization	6,221	1,419
Land ethic committee	1,288	1,048
Public education	1,862	1,056
Recreation committee	148	41
Road allowance program	3,479	1,293
Rodent control		24
Shelter belt program	2,812	393
Wildlands committee	2,000	120
Wildlife Habitat Improvement - Wetlands	4,228	
Wildlife Habitat Improvement - Uplands	9,017	
	64,072	36,423
TOTAL EXPENDITURES	107,958	73,823
TRANSFER TO SUB-DISTRICT PROGRAM ACCOUNTS	3,656	
	111,614	73,823
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,578)	6,843
ACCOUNT BALANCE - BEGINNING OF YEAR	33,064	26,221
ACCOUNT BALANCE - END OF YEAR	30,486	33,064

STATEMENT 3

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF REVENUE AND EXPENDITURES

SUB-DISTRICT PROGRAM ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 1981

	UPPER PEMBINA #59 $	WASKADA CREEK #65 $	MEDORA CREEK #66 $	CHAIN LAKES #67 $	TOTAL 1981 $	TOTAL 1980 $
REVENUE						
Municipal levies	6,978	7,419	9,738	4,362	28,497	17,232
Province of Manitoba	21,735	18,260	23,453		63,448	35,873
Transfer from General Program Account		2,487	317	852	3,656	
	28,713	28,166	33,508	5,214	95,601	53,105
EXPENDITURES						
Culverts and structures	204	972			1,176	5,217
Runway stabilization	19,432	25,114	33,505		78,051	3,906
Flood protection						46,030
Water quality project	11,414				11,414	
	31,050	26,086	33,505		90,641	55,153
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,337)	2,080	3	5,214	4,960	(2,048)
ACCOUNT BALANCE (DEFICIT) - BEGINNING OF YEAR	756	(2,488)	(316)		(2,048)	
ACCOUNT BALANCE (DEFICIT) - END OF YEAR	(1,581)	(408)	(313)	5,214	2,912	(2,048)

Meyers Norris Penny & Co.
Chartered Accountants

STATEMENT 4

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF REVENUE AND EXPENDITURES

EQUIPMENT ACCOUNT

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
EVENUE	4,059	27
XPENDITURES		
Parts and repairs	686	94
Depreciation	1,495	370
	2,181	464
XCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	1,878	(437)
CCOUNT BALANCE DEFICIT - BEGINNING OF YEAR	553	116
CCOUNT BALANCE (DEFICIT) - END OF YEAR	1,325	(553)

Meyers Norris Penny & Co.
Chartered Accountants

STATEMENT 5

TURTLE MOUNTAIN CONSERVATION DISTRICT NO. 4

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
SOURCES OF WORKING CAPITAL		
Excess (deficiency) of revenue over expenditures		
- General Revenue Program Account	(2,578)	6,843
- Sub-District Program Account	4,960	(2,048)
- Equipment Account	1,878	(437)
	4,260	4,358
Charges not affecting working capital		
Depreciation	1,879	617
Working capital provided from operations	6,139	4,975
USE OF WORKING CAPITAL		
Purchases of fixed assets	14,696	152
INCREASE (DECREASE) IN WORKING CAPITAL	(8,557)	4,823
WORKING CAPITAL - BEGINNING OF YEAR	26,190	21,367
WORKING CAPITAL - END OF YEAR	17,633	26,190

Meyers Norris Penny & Co
Chartered Accountants

TURTLE MOUNTAIN CONSERVATION DISTRICT NO.4

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1981

NOTE 1 - ACCOUNTING POLICY

Depreciation

Depreciation is recorded on the straight line basis at the following rates:

Office equipment	15%
Field equipment	10%
Tractor	15%

NOTE 2 - ACCOUNTS RECEIVABLE

The accounts receivable are composed of the following:

	1981 $	1980 $
Trade accounts - Forage seed account	341	396
- Gully stabilization	125	10
- Shelter belt program	144	
Conservation District Authority of Manitoba	823	2,361
Municipal levies		4,658
Other	97	64
	1,530	7,489

NOTE 3 - FIXED ASSETS

The following is an analysis of the fixed asset accounts:

	BALANCE BEGINNING OF YEAR $	ADDITIONS $	BALANCE END OF YEAR $
FIXED ASSETS - AT COST			
Office equipment	1,640	1,837	3,477
Field equipment	3,702		3,702
Tractor		12,859	12,859
	5,342	14,696	20,038
ACCUMULATED DEPRECIATION			
Office equipment	513	384	897
Field equipment	556	370	926
Tractor		1,125	1,125
	1,069	1,879	2,948
NET BOOK VALUE	4,273		17,090

Meyers Norris Penny & Co.
Chartered Accountants

AUDITOR'S REPORT

We have examined the Balance Sheet of the Turtle River Watershed Conservation District as at December 31st, 1981, and other statements, being Exhibits "B" to "E", inclusive. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, these Financial Statements present fairly the financial position of the Organization as at December 31st, 1981 and the results of its operations for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Chartered Accountant

DAUPHIN, Manitoba
March 20th, 1982

EXHIBIT "A"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

BALANCE SHEET
As at December 31st, 1981 and 1980

		1981	1980
ASSETS			
Current Assets -			
Cash on Hand and in Bank	$	100.00	16,354.53
Term Deposits		30,000.00	10,000.00
Accounts Receivable:			
Municipal Levies			16,934.85
Municipal Grants		60,291.37	
Conservation District Authority		2,391.01	1,491.15
Accrued Interest		156.91	56.16
Province of Manitoba			8,170.45
Miscellaneous		863.93	4.87
Total Current Assets		93,803.22	53,012.01
Fixed Assets, at Cost -			
Equipment		911.99	542.74
Less: Accumulated Depreciation		135.51	13.58
		776.48	529.16
Totals	$	94,579.70	53,541.17
LIABILITIES			
Current Liabilities -			
Bank Overdraft	$	28,069.45	
Accounts Payable:			
Conservation District Authority		49,570.86	41,673.23
Trade		500.00	189.56
Total Current Liabilities		78,140.31	41,862.79
Watershed Accounts -			
Sub-District Program Account - Exhibit "B"		7,213.66	6,353.25
General Board Program Account - Exhibit "C"		2,525.73	2,625.13
Emergency Reserve Account - Exhibit "D"		6,700.00	2,700.00
		16,439.39	11,678.38
Totals	$	94,579.70	53,541.17

EXHIBIT "B"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF SUB-DISTRICT PROGRAM ACCOUNT REVENUE AND EXPENDITURE
For the Years Ended December 31st, 1981 and 1980

	Sub-District 44	Sub-District 45	Sub-District 46	1981 Totals	1980 Totals
Revenue -					
Municipal Levies	$ 16,927.21	28,887.49	7,889.55	53,704.25	53,704.25
Municipal Grants	28,591.37	24,000.00	9,500.00	62,091.37	25,046.00
Province of Manitoba Allocated Grants - Exhibit "E"	203,414.62	127,239.57	40,707.16	371,361.35	377,171.22
Special Grants	837.54			837.54	
	249,770.74	180,127.06	58,096.71	487,994.51	455,921.47
Expenditures -					
Miscellaneous Crossing Repairs	28,882.83	27,726.87	9,521.05	66,130.75	82,162.23
Miscellaneous Weed and Brush Control	7,507.20	5,054.88	1,103.70	13,665.78	12,739.13
Channel Maintenance	41,614.11	1,430.52	789.48	43,834.11	40,733.32
Channel Improvements	169,906.43	84,999.17		254,905.60	276,636.13
Channel Construction or Reconstruction		42,413.20	41,762.18	84,175.38	
Structures and Culverts	5,343.49		4,976.68	10,320.17	35,389.97
Erosion Protection Works		14,102.31		14,102.31	5,893.14
	253,254.06	175,726.95	58,153.09	487,134.10	453,553.92
Revenue Over (Under) Expenditures	(3,483.32)	4,400.11	(56.38)	860.41	2,367.55
Add: Balance at Beginning of Year	1,308.04	2,600.81	2,444.40	6,353.25	3,985.70
Balance at End of Year - Exhibit "A"	$ (2,175.28)	7,000.92	2,388.02	7,213.66	6,353.25

EXHIBIT "C"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF GENERAL BOARD PROGRAM ACCOUNT

REVENUE AND EXPENDITURE
For the Years Ended December 31st, 1981 and 1980

	1981	1980
Revenue -		
Municipal Levies	$ 8,742.55	8,742.55
Province of Manitoba:		
Allocated Grant - Exhibit "E"	63,166.89	61,340.26
Flood Assistance Grant		8,170.45
Interest Earned	3,134.84	1,769.83
Farmer Assistance Revenue	8,413.62	7,718.74
	83,457.90	87,741.83
Expenditure -		
Administration	10,133.00	4,533.72
Remuneration	9,729.46	5,239.18
Salary and Expenses	13,111.64	13,728.49
Rent	1,230.00	300.00
Public Education and Extension	61.43	223.44
Flood Repairs		9,337.66
Forage Seed Assistance	45,291.77	51,158.53
	79,557.30	84,521.02
Transfer to Emergency Reserve Account - Exhibit "D"	4,000.00	1,800.00
	83,557.30	86,321.02
Revenue Over (Under) Expenditure	(99.40)	1,420.81
Add -		
Balance at Beginning of Year	2,625.13	1,204.32
Balance at End of Year - Exhibit "A"	$ 2,525.73	2,625.13

EXHIBIT "D"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF EMERGENCY RESERVE ACCOUNT
For the Years Ended December 31st, 1981 and 1980

		1981	1980
Balance at Beginning of Year	$	2,700.00	900.00
Transfers from General Board Program Account - Exhibit "C"		4,000.00	1,800.00
Balance at End of Year - Exhibit "A"	$	6,700.00	2,700.00

EXHIBIT "E"

THE TURTLE RIVER WATERSHED CONSERVATION DISTRICT

STATEMENT OF PROVINCE OF MANITOBA WATERSHED GRANT ACCOUNT
For the Years Ended December 31st, 1981 and 1980

		1981	1980
Grants Received -	$	434,528.24	438,511.48
Less -			
Allocation to Watershed Programs			
Sub-District Program - Exhibit "B"		371,361.35	377,171.22
General Board Program - Exhibit "C"		63,166.89	61,340.26
		NIL	NIL

MANITOBA
PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITIES GRANTS COMMISSION

AUDITOR'S REPORT

I report that the financial statements of The Universities Grants Commission have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A to C, and Schedule 1, together with the notes thereto, present fairly the financial position of The Universities Grants Commission as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

July 30, 1982,
Winnipeg, Manitoba.

Exhibit A

THE UNIVERSITIES GRANTS COMMISSION

Balance Sheet
as at March 31, 1982
(with 1981 figures for comparison)

	1982	1981
ASSETS		
Cash on hand and in bank	$ 395,147	$ 104,829
Cash in transit from the Minister of Finance	1,140,352	825,816
Funds with the Minister of Finance	-	435,989
Amount recoverable from the Province of Manitoba	4,799	6,058
Due from Winnipeg School Division	171	-
	$1,540,469	$1,372,692
LIABILITIES		
Accounts payable:		
Grants	$ 180,178	$ 803,265
Other	3,448	381
	183,626	803,646
Funds held in trust re: University of Manitoba, Tache Hall renovations (Note 2)	-	84,000
The Universities Grants Fund (Note 1) (Exhibit C):	1,356,843	485,046
	$1,540,469	$1,372,692

Exhibit B

THE UNIVERSITIES GRANTS COMMISSION

Statement of Operating Revenues and Expenditures for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Revenues:		
Province of Manitoba grants:		
Revenue appropriation:		
Department of Education	$119,818,280	$102,980,716
Special grants:		
Department of Education for the Commission's operations	58,050	35,960
Interest income	49,062	141,669
Total revenues	119,925,392	103,158,345
Special program (Note 2)	84,000	936,000
	$120,009,392	$104,094,345
Expenditures:		
Operating and capital grants (Note 1):		
The University of Manitoba	$ 95,894,268	$ 85,685,021
The University of Winnipeg	12,189,326	10,585,483
Brandon University	8,354,737	7,311,736
St. Boniface College	1,828,009	1,742,592
	118,266,340	105,324,832
Support programs:		
Computer Network	195,015	191,889
Inter-Universities program in Northern Manitoba	307,000	270,000
	502,015	461,889
Administrative and other, Schedule 1	285,240	280,421
Total expenditures	119,053,595	106,067,142
Special program (Note 2)	84,000	936,000
	$119,137,595	$107,003,142
Excess (deficiency) of revenues over expenditures, Exhibit C	$ 871,797	$ (2,908,797)

Exhibit C

THE UNIVERSITIES GRANTS COMMISSION

Statement of the Universities Grants Fund for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Balance, beginning of year	$ 485,046	$3,393,843
Excess (deficiency) of revenue over expenditure, Exhibit B	871,797	(2,908,797)
Balance, end of year, Exhibit A	$1,356,843	$ 485,946
Particulars of Fund balance:		
Committed for:		
Miscellaneous Capital:		
University of Manitoba	$ 321,666	$ 232,886
University of Winnipeg	30,543	9,734
Brandon University	-	1,005
St. Boniface College	7,063	6,042
	359,272	249,667
Specific capital projects - University of Manitoba	600,103	-
Uncommitted:		
Capital	8,232	8,232
Operating	389,236	227,147
	397,468	235,379
	$1,356,843	$ 485,046

THE UNIVERSITIES GRANTS COMMISSION

Schedule of Administrative and Other Expenditures for the year ended March 31, 1982 (with 1981 figures for comparison)

	1982	1981
Automobile and travelling	$ 8,644	$ 6,153
Professional fees	13,116	6,474
Furniture and equipment	4,561	1,079
Office rentals, power and janitorial services	30,253	24,787
Post-Secondary Demand Study	1,093	1,200
Postage and telephone	3,817	3,508
Printing and stationery supplies	6,536	3,806
Remuneration of Commission members	14,190	11,104
Salaries and employee benefits	199,732	219,949
Subscriptions	991	765
Sundry	2,307	1,596
Total Administrative and other Expenditures, Exhibit B	$285,240	$280,421

THE UNIVERSITIES GRANTS COMMISSION

Notes to Financial Statements for the year ended March 31, 1982

1. Accounting Policies

The Universities Grants Commission's annual financial statements are prepared using the accrual basis of accounting except for interest on cash balances, expenditures on leasehold improvements and equipment purchases, and pension payments. Interest on cash balances is taken into account in the year that it is received. Leasehold improvements and equipment purchases are charged to expenditures in the year of acquisition. Pension payments are charged to expenditures as the payments are made under the provisions of the Manitoba Civil Service Superannuation Act.

Operating and capital grants to the Universities reflect expenditures to the Universities for their annual operations and approved capital projects. Annual operating grants are paid on a scheduled basis to meet the Universities' operating requirements; capital grants are paid after expenditures have been incurred and claimed. Approved capital grants which are unclaimed as of a certain date of each year are reflected as commitments of the Commission in the Universities Grants Fund as indicated in Exhibit "C".

In accordance with the provisions of the Manitoba Civil Service Superannuation Act, the Commission contributes 50% of the pension payments made to retired employees. A provision is not made in the accounts to fund current or past service obligations of the Commission to the Civil Service Superannuation Fund. On the basis of an actuarial report, the unfunded liability for the Commission's employees amounted to $118,906 as at December 31, 1981.

2. Special Program

The Province of Manitoba issued debentures in the amount of $5,240,000 for the purpose of funding major renovations to Tache Hall at the University of Manitoba. The Universities Grants Commission acts as a fiscal agent by disbursing the funds to the University of Manitoba as expenditures are incurred. The amount of $5,156,000 was received and disbursed at March 31, 1981. The balance of $84,000 was disbursed during 1981-82.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITY OF MANITOBA

AUDITOR'S REPORT

I report that the financial statements of The University of Manitoba have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

The equipment value as shown on the balance sheet does not include the value of equipment purchased during the period April 1, 1975 to December 31, 1977 as explained in note 13.

Subject to the foregoing, in our opinion, the financial statements, being Statements A to C and Schedules 1 to 32, present fairly the financial position of The University of Manitoba as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in the notes to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

June 21, 1982,
Winnipeg, Manitoba.

STATEMENTS

Comparative Balance Sheet
as at March 31, 1982 and March 31, 1981

Statement A

Assets

	1982	*1981*
Cash and Bank	$ 5,409,068	$ 3,549,807
Marketable Investments for General Purposes (Note 9)	8,600,470	5,800,450
Receivable from the Universities Grants Commission (Note 11)	360,436	940,292
Accounts Receivable:		
General	4,531,758	3,028,773
Research and Special	3,247,098	2,296,246
Inventories (Note 12)	1,732,962	1,633,960
Prepaid Insurance	154,776	254,835
Discount on Debentures	551,500	551,500
	24,588,068	18,055,863
Investments Held for Specific Purposes (Note 9)	8,216,554	7,552,726
Funds on Deposit with The Great-West Life Assurance Company for Staff Benefits	4,936,761	3,338,729
Fixed Assets: (Notes 10 and 13)		
Buildings and Sites	95,873,411	95,723,049
Equipment and Furnishings	66,026,515	60,117,693
Construction in Progress	5,264,106	139,601
	167,164,032	155,980,343
	$204,905,415	$184,927,661

(See Accompanying Notes and Schedules to the Financial Statements.

Liabilities and Fund Balances

	1982	*1981*
Accounts Payable	**$ 7,822,106**	**$ 6,618,547**
Demand Loan (Note 14)	**2,250,000**	
Deferred Income	**248,261**	**44,887**
Deferred Liability — Staff Benefits		**156,728**
	10,320,367	**6,820,162**
Province of Manitoba — Capital Advance	**4,864,763**	**4,981,168**
Debentures Payable: Guaranteed by the Province of Manitoba	**21,325,942**	**21,488,874**
Less: Assets on Deposit with the Province of Manitoba for Retirement of Debentures		
Cash	**1,148,634**	**499,216**
Investments (Note 9)	**11,866,402**	**11,400,706**
	8,310,906	**9,588,952**
Fund Balances:		
General Fund:		
General Operating (Deficit) (Note 2)	**21,462**	**(1,313,734)**
Research and Special (Note 3)	**12,499,543**	**9,197,013**
Specific Provisions (Note 4)	**1,107,386**	**542,677**
Capital Purpose (Notes 5 and 15)	**(556,657)**	
	13, 071,734	**8,425,956**
Staff Benefits (Note 6)	**4,936,761**	**3,338,729**
Trust and Endowment (Note 7)	**11,111,022**	**9,778,467**
	29,119,517	**21,543,152**
Investment in Fixed Assets (Notes 10 and 13)	**152,289,862**	**141,994,227**
	$204,905,415	**$184,927,661**

APPROVED BY THE BOARD OF GOVERNORS

L. Melosky

L. C. Melosky — Chairman of the Board of Governors

Donald M. Gordon

D. M. Gordon — Vice-Chairman of the Board of Governors

The University of Manitoba

Comparative Statement of Changes in Fund Balances for the years ended March 31, 1982 and March 31, 1981

Statement B

	General Fund			
	General Operating Fund Account (Note 2)	*Research and Special Fund Account (Note 3)*	*Specific Provisions Fund Account (Note 4)*	*Capital Purpose Fund Account (Notes 5 & 15)*
Additions:				
Students' Fees and Charges	$ 13,322,841	$	$	$
Contributions, Donations and Loan Financing	18,253	36,671,028		2,250,000
Investment Income	3,218,344			
Student Assessments re Debt Interest Cost	10,433			
Overhead Allowances	651,793			
Special Projects Income	58,566			
Miscellaneous Income	179,178			
Universities Grants Commission Grants	95,974,437			32,502
Ancillary Enterprises	11,118,757			
	124,552,602	36,671,028	—	2,282,502
Deductions:				
Academic	74,265,407	31,182,973		
Other Academic	6,826,890	1,267,580		
Libraries	6,355,899	100,860		
Student Services	1,492,187	503,005		
Administration	6,106,712	85,462		
Plant Maintenance	12,642,359	15,723		
General	733,195	43,639		
Scholarships, Bursaries and Prizes	195,448	261,275		
Interest and Miscellaneous Expenses re Debentures	1,258,303			
Capital Advance	504,343			
Appropriated for Retirement of Debentures and Capital Advance	1,231,519			
Ancillary Enterprises	11,220,917			
Capital Expenditures				5,285,450
	122,833,179	33,460,517	—	5,285,450
Inter-Fund Transfers	180,482	92,019	—	2,446,291
Net Addition (Deduction) Before Appropriations	1,899,905	3,302,530	—	(556,657)
Appropriated to Specific Provisions (Note 4)	(564,709)		564,709	
Net Addition (Deduction)	1,335,196	3,302,530	564,709	(556,657)
Balances Beginning of Year	(1,313,734)	9,197,013	542,677	—
Balances End of Year, Statement A	$ 21,462	$ 12,499,543	$ 1,107,386	$ (556,657)

(See Accompanying Notes and Schedules to the Financial Statements.

Staff Benefits Fund	Trust and Endowment Fund	Total Funds 1982	Total Funds 1981
$	$	$ 13,322,841	$ 11,216,683
1,424,188	3,268,665	43,632,134	31,562,812
691,138	1,098,840	5,008,322	3,427,655
		10,433	7,947
		651,793	585,716
		58,566	52,846
	41,043	220,221	149,496
		96,006,939	86,640,907
		11,118,757	9,718,141
2,115,326	4,408,548	170,030,006	143,362,203
		105,448,380	89,405,627
		8,094,470	7,350,109
		6,456,759	5,959,220
		1,995,192	1,859,177
	5,087	6,197,261	5,238,923
		12,658,082	12,265,302
517,294	209,734	1,503,862	1,223,859
	120,180	576,903	562,382
		1,258,303	1,387,768
		504,343	521,418
	22,200	1,253,719	1,139,108
		11,220,917	9,717,949
		5,285,450	2,499,450
517,294	357,201	162,453,641	139,130,292
—	(2,718,792)	—	—
1,598,032	1,332,555	7,576,365	4,231,911
—	—	—	—
1,598,032	1,332,555	7,576,365	4,231,911
3,338,729	9,778,467	21,543,152	17,311,241
$ 4,936,761	$ 11,111,022	$ 29,119,517	$ 21,543,152

Comparative Statement of University Investment in Fixed Assets for the years ended March 31, 1982 and March 31, 1981

Statement C

	1982	*1981*
Additions:		
Fixed Assets	**$ 8,901,185**	**$ 12,084,936**
Principal Payments on Debt Retirement Net of Discount	**162,931**	**4,103,718**
Appropriated for Debt Retirement		
— Province of Manitoba Capital Advance	**116,405**	**168,634**
— University Sinking Fund	**1,115,114**	**950,074**
	10,295,635	**17,307,362**
Deductions:		
Principal Payments on Debt Retirement Financed from University Sinking Fund	**—**	**4,000,000**
Net Change in the Year	**10,295,635**	**13,307,362**
Balance Beginning of Year	**141,994,227**	**128,686,865**
Balance, End of Year, Statement A	**$152,289,862**	**$141,994,227**

(See Accompanying Notes and Schedules to the Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

The University of Manitoba

ACCOUNTING POLICIES

1. Fund Accounting

The University follows a procedure of reporting in its financial statements whereby resources for various purposes are classified into separate Fund Accounts that correspond to major activities or objectives. The Balance Sheet combines the assets and liabilities of all Funds.

The University maintains its accounts with specific assets and liabilities segregated into three separate Funds. These Funds are: General, Staff Benefits, and Trust and Endowment. The General Fund is classified into Fund Accounts consisting of General Operating, Research and Special, Specific Provisions, and Capital Purpose. The Staff Benefits Fund is also classified into Fund Accounts consisting of Benefit Improvement and Maintenance, Self-Insured Income Disability Plan, and Group Insurance Experience Refunds.

2. General Operating Fund Account

The Universities Grants Commission classifies grants paid to the University as general operating, first claims, miscellaneous capital, special capital or major capital grants. All funds received or accrued by the University for general operating purposes, for interest payments on first claims, and for miscellaneous and special capital expenditures for the current fiscal year are reflected in the University's annual financial statements within the General Operating Fund Account in that fiscal year. Grant funds received for the principal portion of first claim payments applicable to debt retirement are reflected in the Statement of University Investment in Fixed Assets.

Miscellaneous capital funds received or accrued for the current fiscal year are applied within the General Operating Fund Account to the extent of the current year's miscellaneous capital expenditures.

Major capital grants received or accrued against authorized projects are reflected in the Statement of Changes in Fund Balances and in the Statement of University Investment in Fixed Assets.

3. Research and Special Fund Account

To conform with our new statement presentation, contributions to this Fund Account are now shown as additions in Statement B. Previously, only the expended amount was reported as income applied.

There was no retroactive effect on the amount transferred to the General Operating (Deficit) Fund Account or the Research and Special Fund Account balance at March 31, 1981.

4. Specific Provisions Fund Account

From time to time the University deems it advisable to create specific provisions for the replacement of fixed assets or for parking lot improvements in order to guarantee future funding for these requirements. Any such provisions are shown on the Statement of Changes in Fund Balances, following the net addition (deduction) before appropriations for the year.

All such provisions are reported on the liability side of the Balance Sheet in the Fund balances section and are designated as "Specific Provisions".

5. Capital Purpose Fund Account

Funds received by the University for capital purposes are reported in the Fund Balances section of the Balance Sheet, until such time as they are applied to the expenditures for which they are received.

6. Staff Benefits Fund

Benefit Improvement and Maintenance:

This Fund Account was established to meet the unfunded liability of the University of Manitoba Pension Plan and for other uses at the discretion of the Board of Governors of the University, after consultation with the Staff Benefits Committee. Funds from The Great-West Life Assurance Company experience refunds are credited to this account. These experience refunds arise from the University's former pension plan group annuity contracts and are applicable to the periods ended March 31, 1981 and March 31, 1982.

Self-Insured Income Disability Plan:

Effective December 1, 1980, the University of Manitoba self-insured the Long-Term Disability Insurance Plan for the full-time staff of the University. This Fund Account is intended to cover long-term disability benefit payments arising on or after June 1, 1981. Subject to reserve amounts established on advice from an actuary, this Fund Account may be used at the discretion of the Board of Governors of the University.

Group Insurance Experience Refunds:

This Fund Acount is intended to suppport current and future staff benefit programs, as determined by the Board of Governors following consultation with the Staff Benefits Committee.

Funds from The Great-West Life Assurance Company for experience refunds related to the group insurance plans are credited to this Fund Account.

7. Trust and Endowment Fund

From time to time the University authorizes in its budget, expenditures from the General Operating Fund Account for certain programs, the funds for which are guaranteed from the Trust and Endowment Fund. These authorized expenditures are covered in the first instance from the General Operating Fund Account. The Board of Governors may authorize a transfer from the Trust and Endowment Fund in the appropriate amount to cover such expenditures at the end of the fiscal year, when required.

8. Accounting Basis

The University uses the accrual basis of accounting in preparing its annual financial statements, with the exception that it does not take into account in any fiscal year the amount of interest accrued either on its investments or on its debenture debt.

9. Investments

All funds are invested by the University, when it is practical to do so. Gains or losses from the investments are recorded as trading transactions in the year of disposal, except in the case of security sales involving the reinvestment of the proceeds from the sale in a bond issue. In this case, the University carries forward any gain or loss in excess of one point for amortization over the term of the newly acquired bond.

Except where there are specific provisions to the contrary, endowment and trust funds are pooled and invested in the University Investment Trust. Investment income is distributed on a pro rata basis to each participating fund annually at March 31.

i) Short Term Investments —
Investments falling into this classification are reported at cost.

ii) Long-Term Investments —
Investments falling into this classification are reported at cost or amortized cost, as appropriate. Bonds acquired at a premium or discount of up to one point are amortized to par at date of acquisition. Amortization of other bond premiums and discounts is calculated on a straight line basis.

10. Capitalization

Expenditures on all projects classified as major capital by the Universities Grants Commission are capitalized in the University's accounts and reflected in the annual financial statements as fixed assets at historical cost.

Minor renovations, alterations and equipment purchases from funds other than those for major capital purposes are recorded as operating expenditures. The University's equipment and furnishings assets are adjusted on an annual basis to reflect additions at cost and removals at book value. (See Note 13).

No depreciation is taken on fixed assets.

COMMENTS ON INDIVIDUAL STATEMENTS

11. The amount of $360,436 shown as "Receivable from the Universities Grants Commission" in the balance sheet is detailed in Schedule 3. Funds for miscellaneous and special capital projects are available from the Universities Grants Commission from grant allocations for the fiscal year ended March 31, 1982.

12. Inventories have been valued at the lower of cost or market value.

13. The amount for equipment and furnishings shown in the Balance Sheet is based on an appraised valuation, as at March 31, 1975, plus major capital project equipment and furnishings added since that date at cost, less disposals at book value. Items purchased from other than major capital funds between January, 1978 and March 31, 1982 amounting to $17,0[illegible],949, have been added at cost.

The University intends to further update the capital equipment inventory system as resources become available.

Construction in progress includes all costs recorded to March 31, 1982. The balance of contractual commitments relating to this construction amounts to $545,753 and is to be funded from the University's Centennial Capital Fund Campaign.

14. Pursuant to The University of Manitoba Act, The Government of the Province of Manitoba by orders of the Lieutenant Governor-in-Council numbered 225/81 and 527/81 authorized the University of Manitoba to arrange a line of credit, guaranteed as to principal and interest, not exceeding $2,500,000 outstanding at any time for the purpose of providing bridge financing for the construction of the Winter Sports Centre.

At March 31, 1982, $2,250,000 had been borrowed from the Scotiabank. Repayment is to be made from future contributions to the Centennial Capital Fund Campaign.

15. The negative balance of $336,657 in the Capital Purpose Fund Account in Statement B represents costs incurred in excess of contributions and loan financing received to March 31, 1982. The funding for these costs will be met from future contributions to the Centennial Capital Fund Campaign.

GENERAL COMMENTS

16. The amount of $160,744 shown in Schedule 16 as a payment to The University of Manitoba Pension Plan was to purchase additional credited service pension for eligible staff as approved by The Board of Governors on April 23, 1981.

17. At March 31, 1982, the 48 month lease for the Amdahl 470 V7 computer had 18 months remaining at a monthly commitment of $74,308 for equipment and $16,170 for maintenance.

There are additional monthly commitments of approximately $97,904 at March 31, 1982, relating to other significant computer equipment and maintenance leases. The remaining terms on these leases range from 1 to 24 months.

There is a final lump sum payment for peripheral computer equipment due in the next fiscal year of $40,000. The lease was negotiated in the current fiscal period ended March 31, 1982.

18. The University of Manitoba administers the Pension Plan (1970) under the terms of an agreement with the University of Manitoba Pension Plan Trustees, dated December 31, 1973. The Trustees maintain custody of the Plan's assets and issue annual financial statements, which do not form part of the University's financial statements.

Audited financial statements covering the operation of the Plan for the year ended December 31, 1981, have been issued by the Trustees following an audit of the accounts by the provincial auditor.

The latest actuarial valuation to determine the Plan's position under the Pension Benefits Act of Manitoba established the actuarial unfunded liability of $3,187,000, as at December 31, 1979. An annual payment of $284,000 is required under the Act to liquidate this unfunded liability by December 31, 2000. For the year ended March 31, 1982 the requirement has been met from the Benefit Improvement and Maintenance Fund Account.

19. The University of Manitoba is named as a defendant in a number of litigations where action by the plaintiff(s) has commenced or is anticipated. The contingent liability to the University is $700,000, plus interest and costs. No provision has been recorded in the University's accounts for the above contingent liabilities.

20. Property taxes are not reflected in the accounts of the University, as The University of Manitoba Act provides that such property is not subject to taxation. The Province of Manitoba provides the City of Winnipeg and other municipalities with grants in lieu of taxes.

21. Comparative figures for the year ended March 31, 1981, have been restated where necessary to conform with the presentation adopted for March 31, 1982.

The University of Manitoba

SCHEDULES

Schedule 1 **Cash and Bank**

	March 31, 1982	*March 31, 1981*
General Account:		
Cash on Hand	$ 30,612	$ 28,707
The Scotiabank — Winnipeg and New York	1,909,871	(30,404)
The Scotiabank — Debenture Coupons Account	1,738	1,894
The Canadian Imperial Bank of Commerce — Holdback Accounts	157,106	
	2,099,327	197
Trust Account:		
Cash on Hand	1,108	987
The Royal Bank of Canada — Winnipeg	3,050,615	1,656,071
The Canadian Imperial Bank of Commerce — Capital Fund Campaign Account	258,018	1,892,552
Statement A	$ 5,409,068	$ 3,549,807

Schedule 2 **Investments**

	Par Value	*Market Value*	*March 31, 1982 Book Value*	*March 31, 1981 Book Value*
Bonds and Debentures:				
Government of Canada	$ 2,781,500	$ 2,602,874	$ 2,759,030	$ 1,492,217
Provincial:				
Province of Manitoba	330,000	248,375	306,182	306,182
Other	533,000	362,490	538,700	539,000
Provincial Guaranteed:				
Province of Manitoba	14,801,000	10,447,091	11,725,382	11,384,686
Other	542,000	394,746	539,839	559,547
Municipal	219,000	159,887	219,000	259,000
School Districts	70,000	62,883	70,000	116,000
Other	2,472,000	1,831,699	2,481,675	2,682,760
	21,748,500	16,110,045	18,639,808	17,339,392
Stocks:				
No Par Value		6,703	7,530	15,387
Par Value	31,517	63,408	53,940	46,941
Savings Certificates, Term Deposits and Treasury Bills	10,014,238	9,847,258	9,847,258	7,192,267
Mortgages		134,890	134,890	159,895
Total Investments	$31,794,255	$26,162,304	$28,683,426	$24,753,882
Held For:				
General Purposes, Statement A	$ 8,767,000	$ 8,600,238	$ 8,600,470	$ 5,800,450
Specific Purposes, Statement A	8,059,255	7,061,761	8,216,554	7,552,726
Retirement of Debentures, Statement A	14,968,000	10,500,305	11,866,402	11,400,706
	$31,794,255	$26,162,304	$28,683,426	$24,753,882

Schedule 3 **Receivable from the Universities Grants Commission**	*March 31, 1982*	*March 31, 1981*
Miscellaneous Capital	$ 231,062	$ 468,510
Special Capital Projects	129,374	363,016
Advance re Taché Hall — Province of Manitoba		84,000
Debt Service Charges		24,766
Statement A	$ 360,436	$ 940,292

Schedule 4 **Accounts Receivable — General**		
Capital Projects	$ 34,326	$ 76,835
Loans to Students and Staff	105,984	86,773
Government Agencies and Hospitals	3,291,117	1,803,042
Book Store Receivables	110,903	137,990
Accountable Advances	210,775	152,675
Payroll Recoveries	115,683	136,925
Miscellaneous	662,970	634,513
Statement A	$ 4,531,758	$ 3,028,773

Schedule 5 **Inventories**		
Ancillary Enterprises:		
Book Store	$ 1,202,006	$ 1,109,720
Food Services	142,310	114,280
Stores	236,087	263,359
Departmental:		
Commercial Dairy	5,603	3,078
Printing and Publication Services	18,525	25,309
Central Instrument Services	93,071	99,978
U of M Press	35,360	18,036
Statement A	$ 1,732,962	$ 1,633,960

Schedule 6 **Capital Expenditure on Buildings and Sites**	*March 31, 1982*	*March 31, 1981*
Agriculture Buildings	$ 8,343,435	$ 8,343,435
Home Economics Building	583,722	583,722
Arts Building	4,334,771	4,334,771
University College	3,569,476	3,569,476
Science Buildings	9,911,610	9,911,610
Zoology-Psychology Building	6,090,467	6,090,467
North/East Multi-Purpose Building	2,611,304	2,611,304
Pharmacy Building	816,575	816,575
Architecture Buildings	1,187,365	1,187,365
Education Buildings	2,558,485	2,558,485
Engineering Buildings	4,798,569	4,798,569
Law Building	1,450,778	1,450,778
School of Art Building	1,070,676	1,070,676
School of Music Building	614,178	614,178
Physical Education Buildings	4,487,383	4,487,383
Bison Building	1,175,419	1,175,419
University Centre Building	6,174,825	6,174,825
Central Services Building	211,778	211,778
Library Building	5,430,653	5,424,433
Residences	7,703,953	7,656,411
Dentistry Buildings (Including Land)	2,624,260	2,624,260
Medical Buildings (Including Land)	13,655,526	13,655,526
Glenlea Research Station (Including Land)	998,872	998,872
Central Chilling System	1,713,627	1,713,627
Power House	477,261	477,261
New Boiler	577,944	577,944
Food Science Building	517,041	517,041
Other Buildings	1,880,922	1,784,322
Track and Field Stadium Services	302,536	302,536
Statement A	$95,873,411	$95,723,049

Schedule 7 **Construction in Progress**		
Winter Sports Centre	$ 5,264,106	$ 139,601
Statement A	$ 5,264,106	$ 139,601

Schedule 8 **Accounts Payable**		
Payroll Liabilities	$ 4,326,686	$ 3,448,676
General	2,655,759	2,766,950
Capital Projects	820,641	386,229
Province of Manitoba Sales Tax	19,020	16,692
Statement A	$ 7,822,106	$ 6,618,547

Schedule 9 **Deferred Income**		
Government of Canada Grant	$ 172,907	$
Province of Manitoba Grant	23,783	
Natural Sciences and Engineering Research Council Grant	5,445	
Medical Research Council Grant		3,435
Other Grant Advances	7,820	
Insurance Claims and Miscellaneous	38,306	41,452
Statement A	$ 248,261	$ 44,887

Schedule 10 Debentures Outstanding

	Principal Outstanding	
	March 31, 1982	*March 31, 1981*
Guaranteed as to Principal and Interest by the Government of the Province of Manitoba:		
Debentures:		
6% Series IA Due December 1, 1984	$ 1,500,000	$ 1,500,000
5¾% Series IF Due April 15, 1986	1,500,000	1,500,000
5½% Series IG Due August 1, 1991	1,000,000	1,000,000
5¾% Series IH Due October 15, 1987	2,500,000	2,500,000
5¾% Series IJ Due November 1, 1983	3,500,000	3,500,000
5¾% Series IK Due June 1, and December 1, 1982-1984	82,979	107,955
5¾% Series IL Due June 1, and December 1, 1982-1984	596,396	628,018
5¾% Series IM Due June 1, and December 1, 1982-1984	82,979	107,955
5¾% Series IN Due June 1, and December 1, 1982-1984	836,588	880,946
5½% Series IP Due December 15, 1995	3,000,000	3,000,000
5¾% Series IQ Due February 15, 1992	5,000,000	5,000,000
7½% Series IR Due April 15, 1982-2001	1,727,000	1,764,000
Statement A	$21,325,942	$21,488,874

Schedule 11 Changes to University General Operating (Deficit) Fund Account for the years ended March 31, 1982 and March 31, 1981

	1982	*1981*
Additions:		
Funds Received for the Partial Redemption of University of Manitoba Debentures:		
University of Manitoba Sinking Fund	$	$ 477,734
Net Addition in the Year Transferred from Statement B	1,335,196	
	1,335,196	477,734
Deduct:		
Net Deduction in the year		193,736
Write-Off of Prior Years' Capitalized Expenditures Arising from Partial Redemption of University of Manitoba Debentures		477,734
		671,470
Net Change in the Year	1,335,196	(193,736)
Balance Beginning of Year	(1,313,734)	(1,119,998)
Balance End of Year, Statement B	$ 21,462	$(1,313,734)

Schedule 12 **Changes to Research and Special Fund Account for the years ended March 31, 1982 and March 31, 1981**

	Balance March 31, 1981	*Additions*	*Deductions*	*Inter-Fund Transfers*	*Balance March 31, 1982*
Sponsored or Assisted Research:					
Government of Canada:					
Agriculture	$ 89,665	$ 234,976	$ 228,466	$	$ 96,175
Atomic Energy of Canada Ltd.	13,190	126,434	82,215		57,409
Social Sciences and Humanities Research Council	78,235	685,736	392,275		371,696
Central Mortgage and Housing Corporation	11,135				11,135
Energy Mines and Resources	6,041	41,000	37,685		9,356
Fisheries Research Board of Canada	5,953	66,000	59,316		12,637
Medical Research Council	510,137	5,853,299	5,724,618		638,818
Miscellaneous	170,281	2,187,377	2,126,099		231,559
National Health and Welfare	267,422	1,303,651	1,079,227		491,846
Natural Sciences and Engineering Research Council	1,960,308	6,305,510	5,882,306		2,383,512
Northern Studies	15,813	36,000	37,850		13,963
Transport	61,831	83,020	83,567		61,284
	3,190,011	16,923,003	15,733,624		4,379,390
Province of Manitoba:					
Agriculture	101,897	850,000	834,680		117,217
Miscellaneous	413,931	2,661,777	2,443,396		632,312
	515,828	3,511,777	3,278,076		749,529
Other:					
Business and Industry	264,717	644,339	549,792	9,523	368,787
Industrial Research	92,089	828,066	771,937		148,218
Foundations, Associations, Etc.	775,331	2,700,740	2,385,050	34,359	1,125,380
Individuals, Etc.	823,471	194,643	141,136	15,169	892,147
Manitoba Heart Foundation	234,032	761,540	687,261		308,311
National Cancer Institute of Canada	23,824	913,815	979,769		(42,130)
Special Projects	105,628	216,942	239,075	16,090	99,585
United States	271,114	749,763	797,286		223,591
	2,590,206	7,009,848	6,551,306	75,141	3,123,889
Subtotal	6,296,045	27,444,628	25,563,006	75,141	8,252,808

chedule 12 Changes to Research and Special Fund Account for the years ended March 31, 1982 and March 31, 1981

	Balance March 31, 1981	*Additions*	*Deductions*	*Inter-Fund Transfers*	*Balance March 31, 1982*
pecial Funds:					
Government of Canada:					
Social Sciences and Humanities Research Council	$ 45,608	$ 60,343	$ 31,461	$	$ 74,490
Miscellaneous	239,821	2,442,591	2,291,714		390,698
	285,429	2,502,934	2,323,175		465,188
Province of Manitoba:					
Agriculture	(5,931)	209,295	206,052		(2,688)
Miscellaneous	50,533	2,651,321	2,545,785	3,911	159,980
	44,602	2,860,616	2,751,837	3,911	157,292
Other:					
Business and Industry	42,442	12,808	14,503		40,747.
Foundations, Associations, Etc.	88,591	419,119	346,120	90	161,680
Individuals, Etc.	1,367,376	1,354,262	791,899	9,874	1,939,613
Special Projects	304,959	1,343,363	1,408,702	3,003	242,623
	1,803,368	3,129,552	2,561,224	12,967	2,384,663
Subtotal	2,133,399	8,493,102	7,636,236	16,878	3,007,143
Scholarships, Bursaries and Prizes	19,908	261,397	261,275		20,030
	8,449,352	36,199,127	33,460,517	92,019	11,279,981
Disbursements Pending Receipt of Funds to Cover	747,661	471,901			1,219,562
		$36,671,028	$33,460,517	$ 92,019	
Balance End of Year, Statement B	$ 9,197,013				$12,499,543

Schedule 13 Changes to Specific Provisions Fund Account for the years ended March 31, 1982 and March 31, 1981

	Ancillary Furniture and Equipment Replacement	*Parking Lot Improvements*	*Copier and Word Processor Replacement*	*Vehicle Fleet Replacement*	*Printing Services Equipment Replacement*
Provided From:					
General Operating	$	$	$ 335,735	$ 57,906	$ 26,500
Ancillary Enterprises	147,600	266,361			
	147,600	266,361	335,735	57,906	26,500
Applied To:					
General Operating			68,416	8,000	
Ancillary Enterprises		192,977			
		192,977	68,416	8,000	
Net Change in the Year	147,600	73,384	267,319	49,906	26,500
Balance Beginning of Year		222,288	301,772	18,617	
Balance End of Year, Statement B	$ 147,600	$ 295,672	$ 569,091	$ 68,523	$ 26,500

Total	
1982	*1981*
$ 420,141	$ 10,670
413,961	201,330
834,102	212,000
76,416	55,182
192,977	189,986
269,393	245,168
564,709	(33,168)
542,677	575,845
$ 1,107,386	$ 542,677

Schedule 14 Changes to Capital Purpose Fund Account
for the years ended March 31, 1982 and March 31, 1981

	1982	*1981*
Additions:		
Demand Loan (Note 14)	$ 2,250,000	$
Universities Grants Commission	32,502	1,398,207
UMZOO Club Inc.		250,121
	2,282,502	1,648,328
Deductions:		
Major Capital Expenditures		
Library Addition	6,220	1,101,130
Taché Hall Renovations	52,500	1,026,288
UMZOO Club Inc. Addition		250,121
Winter Sports Centre	5,124,505	121,911
Other Building Alterations	102,225	
	5,285,450	2,499,450
Inter-Fund Transfers	2,446,291	760,318
Net Change in the Year	(556,657)	(90,804)
Balance Beginning of Year	Nil	90,804
Balance End of Year, Statement B	$ (556,657)	$ Nil

Schedule 15 Changes to Staff Benefits Fund
for the years ended March 31, 1982 and March 31, 1981

	Benefit Improvement and Maintenance	*Self-Insured Income Disability Plan*	*Group Insurance Experience Refunds*	*Total*	
				1982	*1981*
Additions:					
Experience Refunds (Note 6)	$ 74,600	$	$ 662,384	$ 737,864	$ 1,334,548
Claims Fluctuations Reserve			325,000	325,000	
Interest Earned for Period Net of Management and Administrative Service Fees	321,856	44,673	324,609	691,138	419,601
Payroll Deductions and Employer Matching Contributions		362,124		362,124	116,785
Miscellaneous					1,562
	396,536	406,797	1,311,993	2,115,326	1,872,496
Deductions:					
One-half of the Supplementary Health Premiums			30,639	30,639	28,998
One-half of the Post-Retirement Adjustments for Pensioners			145,772	145,772	131,512
Premiums for Basic Accidental Death and Dismemberment Insurance			30,386	30,386	29,859
Indemnity Payments		26,497		26,497	
The University of Manitoba Pension Plan re: Unfunded Liability	284,000			284,000	284,000
	284,000	26,497	206,797	517,294	474,369
Inter-Fund Transfers					166,153
Net Change in the Year	112,536	380,300	1,105,196	1,598,032	1,564,280
Balance Beginning of Year	1,680,469	119,518	1,538,742	3,338,729	1,774,449
Balance End of Year, Statement B	$ 1,793,005	$ 499,818	$ 2,643,938	$ 4,936,761	$ 3,338,729

Schedule 16 Changes to Trust and Endowment Fund
for the years ended March 31, 1982 and March 31, 1981

	Capital Accounts	*Current Accounts*	*Total* *1982*	*Total* *1981*
Additions:				
Contributions	$ 1,774,592	$ 1,494,073	$ 3,268,665	$ 1,576,183
Investment Income		1,098,840	1,098,840	906,196
Income from Mines, Mineral Rights, etc.	41,043		41,043	12,002
Transfer from Current Accounts	108,378		108,378	35,417
Transfer from Capital Accounts		864	864	6,498
	1,924,013	2,593,777	4,517,790	2,536,296
Deductions:				
Awards	887	119,293	120,180	112,399
Transfer to Current Accounts	864		864	6,498
Transfer to Capital Accounts		108,378	108,378	35,417
Appropriated for Debenture Retirement		22,200	22,200	20,400
Administration Costs		5,087	5,087	5,632
Special Payment to The University of Manitoba Pension Plan (Note 16)		160,744	160,744	
Other	817	48,173	48,990	37,113
	2,568	463,875	466,443	217,459
Inter-Fund Transfers	(3,207)	(2,715,585)	(2,718,792)	(1,682,660)
Net Change in the Year	1,918,238	(585,683)	1,332,555	636,177
Balance Beginning of Year	5,933,378	3,845,089	9,778,467	9,142,290
Balance End of Year, Statement B	$ 7,851,616	$ 3,259,406	$11,111,022	$ 9,778,467

Schedule 17 Inter-Fund Transfers
for the years ended March 31, 1982 and March 31, 1981

	General Operating	*Research and Special*	*Capital Purpose*	*Staff Benefits*	*Trust and Endowment*
Scholarships, Bursaries and Prizes	$ 97,336	$	$	$	$ (97,336)
Chair of Icelandic Language and Literature	22,531				(22,531)
The Ewart Chair of Constitutional Law	2,068				(2,068)
Interest and Miscellaneous Expenditures re: Debentures	78,545				(78,545)
					(200,480)
Sponsored or Assisted Research		75,141			(75,141)
Special Funds		16,878			(16,878)
					(92,019)
Major Capital Projects:					
Winter Sports Centre			2,317,848		(2,317,848)
Other Building Alterations			102,225		(102,225)
Taché Hall Renovations	(19,998)		19,998		
Library Addition			6,220		(6,220)
					(2,426,293)
March 31, 1982, Statement B	$ 180,482	$ 92,019	$ 2,446,291		$(2,718,792)
March 31, 1981	$ 724,334	$ 31,855	$ 760,318	$ 166,153	$(1,682,660)

Schedule 18 Students' Fees and Charges

	March 31, 1982	*March 31, 1981*
Regular Session	$11,480,331	$ 9,698,388
Summer Session	819,403	715,472
Non-Credit Courses	937,728	765,783
Short Courses	85,379	37,040
Statement B	$13,322,841	$11,216,683

Schedule 19 Investment Income

Bank and Short-Term Investments	$ 2,103,230	$ 1,151,784
Sinking Fund Income for Retirement of Debentures	1,115,114	950,074
Statement B	$ 3,218,344	$ 2,101,858

Schedule 20 Overhead Allowances

Government of Canada	$ 369,290	$ 329,008
United States	65,709	141,748
Province of Manitoba	188,977	108,417
Miscellaneous Business, Industry and Foundations	27,817	6,543
Statement B	$ 651,793	$ 585,716

Schedule 21 Special Projects Income

Manitoba Hydro	$	$ 30,406
Insurance Proceeds	4,240	22,032
Graduate Students' Association	54,326	
University Medical Group		408
Statement B	$ 58,566	$ 52,846

Schedule 22 Miscellaneous Income

Sale of Equipment	$ 50,870	$ 60,599
Miscellaneous	102,002	68,973
Rentals	26,306	7,922
Statement B	$ 179,178	$ 137,494

Schedule 23 Universities Grants Commission Grants

General Operating	$91,298,549	$80,415,500
Special Grants	620,748	888,014
Miscellaneous Capital and Special Projects	2,889,138	2,648,295
Debenture Interest and Financing	1,166,002	1,290,891
Statement B	$95,974,437	$85,242,700

Schedule 24 Income and Expenditure, Ancillary Enterprises
for the years ended March 31, 1982 and March 31, 1981

	Book Department	*Parking*	*Food Service*	*Residence*
Income	$ 4,757,943	$ 976,498	$ 4,231,697	$ 1,152,619
Expenditure:				
Salaries	813,584	368,739	1,736,189	643,994
Staff Benefits	60,145	30,700	98,583	47,091
Cost of Goods Sold	3,553,936		1,752,890	
Equipment, Alterations, Etc.	2,600	214,031	33,415	30,028
Supplies and Expense	337,065	266,829	726,434	504,664
	4,767,330	880,299	4,347,511	1,225,777
Net Income (Expenditure) Before Appropriations	$ (9,387)	$ 96,199	$ (115,814)	$ (73,158)
Appropriated to Specific Provisions	(48,000)	(73,384)	(42,000)	(57,600)
Net Income (Expenditure), 1982	$ (57,387)	$ 22,815	$ (157,814)	$ (130,758)
Net Income (Expenditure), 1981	$ 23,323	$ 47,227	$ (96,242)	$ 14,540

Total	
1982	*1981*
$11,118,757	$ 9,718,141
3,562,506	3,133,629
236,519	177,538
5,306,826	4,565,685
280,074	361,878
1,834,992	1,479,219
11,220,917	9,717,949
(102,160)	192
(220,984)	(11,344)
$ (323,144)	
	$ (11,152)

Schedule 25 Net Academic Faculty Expenditure by Account and Funding (Page 1)

	Salaries and Wages				
	Academic	Special Academic	Support	Staff Benefits	Supplies and Expenses
Administrative Studies:					
General Operating					
Dean's Office	$ 109,116	$	$ 14,761	$	$
General Faculty	69,544	480	134,464		192,996
Accounting and Finance	609,504	15,139	25,680		
Actuarial and Business Mathematics	356,916	7,588	21,248		
Business Administration	918,573	34,275	41,185		
Public Policy	275,886	3,744	12,612		
Staff Benefits				187,417	
	2,339,539	61,226	249,950	187,417	192,996
Miscellaneous Capital					
Research	35,631	11,724	60,238	7,030	10,379
Special Funds	8,182	3,544		245	10,162
	2,383,352	76,494	310,188	194,692	213,537
Agriculture:					
General Operating					
Dean's Office	122,094	3,631	101,322		55,320
Agricultural Economics	601,832	16,486	80,418		18,385
Agricultural Engineering	422,463	955	48,764		20,418
Animal Science	518,299	61,386	290,008		23,672
Commercial Dairy			82,764		118,866
Entomology	207,485	3,307	50,283		11,551
Farm Management			491,555		283,453
Food Science	283,679	20,696	71,030		12,903
Glenlea Research Station	61,243		13,415		10,745
Plant Science	864,735	14,673	715,654		47,375
School of Agriculture	175,712		26,363		60,635
Soil Science	342,881	3,843	133,644		19,055
Staff Benefits				455,489	
	3,600,423	124,977	2,105,220	455,489	682,378
Miscellaneous Capital and Special Projects					
Research	380,300	1,519,736	702,600	107,754	1,464,873
Special Funds		21,742	134,375	9,363	122,376
	3,980,723	1,666,455	2,942,195	572,606	2,269,627
Architecture:					
General Operating					
Dean's Office	123,618		36,441		359
General Faculty	23,773		141,752		84,747
Architecture	390,745	10,303			14,599
City Planning	210,368	555			5,001
Environmental Studies	504,428	1,000	389		4,080
Interior Design	484,663	7,656			8,225
Landscape Architecture	186,805	1,045			21,079
Policy Implementation		2,486			213
Staff Benefits				155,998	
	1,924,400	23,045	178,582	155,998	138,303
Miscellaneous Capital					
Research		3,394		184	5,467
Special Funds			63	1	2,102
	1,924,400	26,439	178,645	156,183	145,872

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$	$ 123,877	$	$	$ 123,877	$ 74,866	
12,317	409,801			409,801	342,934	
	650,323			650,323	579,034	
	385,752			385,752	362,410	
	994,033			994,033	874,528	
	292,242			292,242	264,301	
	187,417			187,417	159,877	
12,317	3,043,445			3,043,445	2,657,950	14.5
39,715	39,715			39,715	23,192	
1,895	126,897			126,897	119,637	
	22,133			22,133	7,807	
53,927	3,232,190			3,232,190	2,808,586	15.1
1,738	284,105			284,105	251,019	
476	717,597			717,597	649,082	
3,850	496,450			496,450	460,140	
354	893,719			893,719	828,431	
4,105	205,735	192,691	17,001	(3,957)	(35,991)	
664	273,290			273,290	273,043	
11,477	786,485	27,743	428,391	330,351	319,518	
1,575	389,883			389,883	359,029	
2,480	87,883			87,883	57,708	
17,254	1,659,691		7,752	1,651,939	1,493,647	
622	263,332			263,332	221,479	
204	499,627			499,627	453,318	
	455,489			455,489	374,480	
44,799	7,013,286	220,434	453,144	6,339,708	5,704,823	11.1
76,399	76,399			76,399	230,735	
483,294	4,658,557			4,658,557	3,601,516	
13,899	301,755			301,755	214,630	
618,391	12,049,997	220,434	453,144	11,376,419	9,771,704	16.4
818	161,236			161,236	145,463	
1,181	261,756			261,756	223,907	
	405,899			405,899	387,458	
	216,369			216,369	180,995	
693	517,246			517,246	464,224	
	493,933			493,933	441,211	
	210,370			210,370	169,941	
	213			213	709	
	155,998			155,998	133,576	
2,692	2,423,020			2,423,020	2,147,484	12.8
42,731	42,731			42,731	5,186	
	11,045			11,045	20,374	
326	2,692			2,692	3,376	
45,949	2,479,488			2,479,488	2,176,420	13.9

Schedule 25 Net Academic Faculty Expenditure by Account and Funding *(Page 2)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	* *Staff Benefits*	*Supplies and Expenses*
Arts:					
General Operating					
Dean's Office	$ 145,439	$	$ 221,344	$	$ 60,922
General Faculty	47,676	18,500	108,462		85,407
Anthropology	655,705	37,470	53,978		19,734
Classics	126,495	2,700	13,069		2,565
Economics	1,059,046	42,189	41,321		24,927
English	1,397,717	43,869	32,846		25,796
Film and Theatre	24,397		6,942		10,187
Geography	612,314	37,588	68,136		24,907
German	256,436	13,317	15,596		7,278
History	1,334,169	46,915	49,489		23,651
Icelandic Language and Literature	55,064	2,681			1,787
Institute for Social and Economic Research		600			370
Judaic Studies	113,463	2,869	6,610		3,774
Modern Language Division		4,604	36,844		1,792
Native Studies	85,146	2,918	8,107		4,161
Philosophy	575,725	14,447	16,071		11,003
Political Studies	633,326	31,463	27,347		11,223
Psychology	1,683,598	106,194	183,089		56,165
Psychology — Service Centre	229,406	7,645	30,967		6,332
Religious Studies	301,394	10,650	13,024		5,754
Romance Languages	689,388	15,595	21,855		13,500
Slavic Studies	169,700	7,516	8,765		5,730
Sociology	964,159	38,461	44,463		21,064
Staff Benefits				972,282	
	11,159,763	488,191	1,008,325	972,282	428,029
Miscellaneous Capital					
Research	111,114	268,921	69,452	15,870	194,379
Special Funds		12,113	7,359	609	21,847
	11,270,877	769,225	1,085,136	988,761	644,255
Canadian Studies:					
General Operating					
Coordinator's Office			18,437		356
Staff Benefits				1,382	
			18,437	1,382	356
Centre for Ukrainian Canadian Studies:					
Director's Office	22,495	28	433		1,990
Staff Benefits				525	
	22,495	28	433	525	1,990

		Deduct		Net Expenditure		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 2,519	$ 430,224		$	$ 430,224	$ 400,669	
11,489	271,534			271,534	269,017	
2,192	769,079			769,079	696,532	
	144,829			144,829	149,862	
66	1,167,549			1,167,549	1,092,576	
	1,500,228			1,500,228	1,385,835	
	41,526			41,526	37,488	
	742,945			742,945	659,027	
	292,627			292,627	266,926	
	1,454,224			1,454,224	1,278,227	
	59,532			59,532	53,212	
	970			970	—	
210	126,926			126,926	109,243	
995	44,235			44,235	40,890	
	100,332			100,332	68,515	
	617,246			617,246	546,795	
	703,359			703,359	624,510	
1,878	2,030,924			2,030,924	1,837,093	
199	274,549		225	274,324	269,595	
	330,822			330,822	333,987	
72	740,410			740,410	694,101	
	191,711			191,711	184,354	
1,742	1,069,889			1,069,889	936,521	
	972,282			972,282	832,324	
21,362	14,077,952		225	14,077,727	12,767,299	10.3
76,888	76,888			76,888	51,287	
41,623	701,359			701,359	305,856	
259	42,187			42,187	95,742	
140,132	14,898,386		225	14,898,161	13,220,184	12.7
	18,793			18,793	16,345	
	1,382			1,382	846	
	20,175			20,175	17,191	17.4
1,353	26,299			26,299	30,105	
	525			525		
1,353	26,824			26,824	30,105	(10.9)

Schedule 25 **Net Academic Faculty Expenditure by Account and Funding** *(Page 3)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Continuing Education Division:					
General Operating					
Director's Office	$ 412,084	$ 1,705	$ 364,105	$	$ 97,558
Non-Credit Granting Courses	496,087	87,927	41,731		469,008
Summer School & Evening Credit Granting Courses	621,430	50,758	5,841		24,409
Staff Benefits				86,386	
	1,529,601	140,390	411,677	86,386	590,975
Miscellaneous Capital					
Research	8,800	28,422	7,286	2,591	14,095
Special Funds	243,134	16,641	157,973	22,479	859,657
	1,781,535	185,453	576,936	111,456	1,464,727
Dentistry:					
General Operating					
Dean's Office	69,743		55,770		4,581
General Faculty	70,952	24,513	186,692		140,825
Anatomy Section	140,124		60,209		7,921
General Clinic	558		219,771		199,143
Medical Microbiology	30,900		20,550		3,540
Oral Biology	439,720		120,438		22,299
Pharmacology	100,026		8,504		3,058
Preventive Dental Science	251,734	4,937	91,309		23,477
Private Practice Area			14,293		564
Rehabilitative Dental Science	548,861	23,445	87,620		14,162
School of Dental Hygiene	157,403	6,902	13,181		9,547
Stomotology	390,217	7,738	52,697		8,294
Staff Benefits				233,330	
	2,200,238	67,535	931,034	233,330	437,411
Miscellaneous Capital and Special Projects					
Research	49,763	90,271	126,541	12,914	128,126
Special Funds	42,258	67,725	42,899	5,676	150,471
	2,292,259	225,531	1,100,474	251,920	716,008
Education:					
General Operating					
Dean's Office	118,878		332,183		1,099
General Faculty	175,014	87,324	3,096		181,352
Curriculum: Humanities and Social Sciences	927,328		50		22,463
Curriculum: Mathematics and Natural Sciences	696,473	11,275			27,399
Educational Administration	414,744	300			15,264
Educational Psychology	484,155	3,501			10,658
In-Service Teachers Program		4,000			7,841
Staff Benefits				228,483	
	2,816,592	106,400	335,329	228,483	266,076
Miscellaneous Capital					
Research		16,489	1,888	465	4,277
Special Funds	159,312	49,586	29,132	16,123	598,029
	2,975,904	172,475	366,349	245,071	868,382

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 1,650	$ 877,102		$	$ 877,102	$ 751,724	
8,786	1,103,539			1,103,539	811,546	
	702,438			702,438	667,687	
	86,386			86,386	66,475	
10,436	2,769,465			2,769,465	2,297,432	20.5
16,439	16,439			16,439	2,188	
10,975	72,169			72,169	28,070	
3,018	1,302,902			1,302,902	743,040	
40,868	4,160,975			4,160,975	3,070,730	35.5
	130,094			130,094	111,096	
62,614	485,596			485,596	346,894	
158	208,412			208,412	189,008	
7,044	426,516		216,776	209,740	227,670	
1,129	56,119			56,119	47,595	
4,973	587,430			587,430	546,938	
348	111,936			111,936	103,304	
1,313	372,770			372,770	335,956	
	14,857		5,963	8,894	7,549	
34	674,122			674,122	530,445	
	187,033			187,033	152,063	
685	459,631			459,631	441,537	
	233,330			233,330	187,348	
78,298	3,947,846		222,739	3,725,107	3,227,403	15.4
345,573	345,573			345,573	109,019	
50,508	458,123			458,123	315,177	
3,046	312,075			312,075	153,615	
477,425	5,063,617		222,739	4,840,878	3,805,214	27.2
	452,160		12,000	440,160	405,971	
33,579	480,365			480,365	415,194	
5,263	955,104			955,104	881,495	
8,833	743,980		18,650	725,330	633,206	
289	430,597		2,066	428,531	397,118	
777	499,091		2,699	496,392	411,136	
	11,841			11,841	15,362	
	228,483			228,483	189,327	
48,741	3,801,621		35,415	3,766,206	3,348,809	12.5
10,302	10,302			10,302	5,562	
	23,119			23,119	22,282	
7,842	860,024			860,024	767,400	
66,885	4,695,066		35,415	4,659,651	4,144,053	12.4

Schedule 25 **Net Academic Faculty Expenditure by Account and Funding** *(Page 4)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Engineering:					
General Operating					
Dean's Office	$ 119,493	$ 750	$ 50,322	$	$ 31,522
Civil Engineering	872,824	118,950	239,709		65,576
Electrical Engineering	824,934	158,635	260,775		101,600
Geological Engineering	72,381	13,827	7,200		7,082
Mechanical Engineering	821,909	89,142	302,809		52,279
Staff Benefits				300,862	
	2,711,541	381,304	860,815	300,862	258,059
Miscellaneous Capital and Special Projects					
Research	149,716	733,824	257,445	44,962	465,940
Special Funds	450	12,391	1,490	404	7,044
	2,861,707	1,127,519	1,119,750	346,228	731,043
Fine Arts:					
General Operating					
Director's Office	739,930	6,381	71,988		96,560
Staff Benefits				60,368	
	739,930	6,381	71,988	60,368	96,560
Miscellaneous Capital					
Research					72
Special Funds	1,600			49	13,414
	741,530	6,381	71,988	60,417	110,046
Graduate Studies:					
General Operating					
Dean's Office	97,664		96,054		31,400
Staff Benefits				15,443	
	97,664		96,054	15,443	31,400
Miscellaneous Capital					
Research		48,586		1,326	573
Special Funds					223
	97,664	48,586	96,054	16,769	32,196
Human Ecology:					
General Operating					
Dean's Office	54,794		27,486		3,008
General Faculty	61,420	25,681	11,672		29,947
Clothing and Textiles	262,076	6,705	39,791		11,762
Family Studies	303,412	7,755	31,497		10,951
Foods and Nutrition	335,036	9,438	66,153		18,120
Staff Benefits				92,409	
	1,016,738	49,579	176,599	92,409	73,788
Miscellaneous Capital					
Research		82,414	80,696	5,456	38,899
Special Funds	150			4	(170)
	1,016,888	131,993	257,295	97,869	112,517

		Deduct		Net Expenditure		
Equipment Alter., Etc.	Gross Expenditure	Inter-Departmental Income	Other Income	March 31, 1982	March 31, 1981	% Increase (Decrease)
$ 15,823	$ 217,910		$	$ 217,910	$ 181,918	
3,132	1,300,191		8,655	1,291,536	1,190,202	
1,843	1,347,787			1,347,787	1,130,076	
1,068	101,558			101,558	69,961	
9,695	1,275,834			1,275,834	1,112,147	
	300,862			300,862	241,739	
31,561	4,544,142		8,655	4,535,487	3,926,043	15.5
208,387	208,387			208,387	188,574	
520,435	2,172,322			2,172,322	1,019,584	
148	21,927			21,927	10,914	
760,531	6,946,778		8,655	6,938,123	5,145,115	34.8
3,221	918,080		13,032	905,048	854,956	
	60,368			60,368	54,902	
3,221	978,448		13,032	965,416	909,858	6.1
19,317	19,317			19,317	9,232	
	72			72	7,128	
	15,063			15,063		
22,538	1,012,900		13,032	999,868	926,218	8.0
57	225,175		8,000	217,175	172,615	
	15,443			15,443	11,076	
57	240,618		8,000	232,618	183,691	26.6
3,171	3,171			3,171	1,000	
96	50,581			50,581	15,619	
	223			223		
3,324	294,593		8,000	286,593	200,310	43.1
	85,288			85,288	73,839	
11,808	140,528			140,528	166,177	
179	320,513			320,513	291,068	
1,720	355,335		2,550	352,785	319,657	
871	429,618			429,618	355,824	
	92,409			92,409	79,480	
14,578	1,423,691		2,550	1,421,141	1,286,045	10.5
29,030	29,030			29,030	8,302	
32,874	240,339			240,339	163,015	
	(16)			(16)	240	
76,482	1,693,044		2,550	1,690,494	1,457,602	16.0

Schedule 25 Net Academic Faculty Expenditure by Account and Funding *(Page 5)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Law					
General Operating					
Dean's Office	$ 95,790	$ 12,398	$ 46,289	$	$ 95,645
General Faculty	871,150	8,218	87,603		
Staff Benefits				86,058	
	966,940	20,616	133,892	86,058	95,645
Miscellaneous Capital					
Research		5,621		232	
Special Funds	38,953				2,278
	1,005,893	26,237	133,892	86,290	97,923
Medicine:					
General Operating					
Dean's Office	76,758		111,931		10,134
General Faculty	152,955	18,099	173,369		381,735
Anaesthetics	307,271		40,162		6,886
Anatomy	419,200	6,200	113,367		33,353
Biochemistry	476,331	548	52,847		15,715
Central Animal Care			144,115		599
Computer — Operating			326,525		28,028
Computer — Rentals					
Continuing Medical Education	37,830		52,823		4,433
Family Practice Unit	185,127	36,103	49,824		28,303
Immunology	290,251		65,872		15,176
Internal Medicine	1,656,008	2,522	146,777		17,061
Microbiology	340,578	775	142,404		22,225
Obstetrics and Gynaecology	327,992	19,460	92,218		13,729
Northern Medical Unit	29,139	16,993	937		11,693
Opthalmology	47,009		15,659		2,485
Otolaryngology	68,106		11,231		377
Paediatrics	544,704	5,864	50,616		28,730
Pathology	318,374		105,182		20,771
Pharmacology	419,787		143,933		23,247
Physiology	575,556	2,605	187,070		24,557
Psychiatry	482,082		49,850		9,897
Radiology	43,118		13,797		147
School of Medical Rehabilitation	447,750		46,698		18,081
Social and Preventive Medicine	247,989	1,270	38,445		12,960
Surgery	639,076		120,750		14,181
Staff Benefits				819,057	
	8,132,991	110,439	2,296,402	819,057	744,503
Miscellaneous Capital and Special Projects					
Research	1,038,876	2,000,380	3,386,712	368,418	3,036,064
Special Funds	257,247	1,013,279	576,082	84,446	1,466,091
	9,429,114	3,124,098	6,259,196	1,271,921	5,246,658
Music:					
General Operating					
Director's Office	422,934	50,624	54,494		64,38
Staff Benefits				39,163	
	422,934	50,624	54,494	39,163	64,38
Miscellaneous Capital					
	422,934	50,624	54,494	39,163	64,38

		Deduct		Net Expenditure		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 224	$ 250,346	$	$ 15,212	$ 235,134	$ 220,255	
	966,971			966,971	872,503	
	86,058			86,058	73,615	
224	1,303,375		15,212	1,288,163	1,166,373	10.4
3,092	3,092			3,092	11,320	
	5,853			5,853	13,260	
	41,231			41,231	36,745	
3,316	1,353,551		15,212	1,338,339	1,227,698	9.0
	198,823			198,823	239,851	
61,950	788,108		2,375	785,733	645,858	
339	354,658			354,658	313,834	
654	572,774			572,774	534,386	
7,012	552,453			552,453	500,253	
6	144,720	88		144,632	127,823	
7,151	361,704	56,815	84,507	220,382	241,486	
297,440	297,440			297,440	271,721	
	95,086			95,086	84,649	
1,103	300,460			300,460	248,213	
743	372,042			372,042	337,892	
	1,822,368			1,822,368	1,620,979	
1,985	507,967			507,967	460,072	
256	453,655			453,655	414,959	
19,875	78,637	73,877		4,760	(20,523)	
	65,153			65,153	63,845	
322	80,036			80,036	72,629	
	629,914			629,914	562,725	
17,184	461,511			461,511	444,017	
	586,967			586,967	532,782	
8,917	798,705			798,705	724,922	
	541,829			541,829	488,557	
	57,062			57,062	50,840	
836	513,365			513,365	460,970	
3,361	304,025			304,025	241,234	
105	774,112			774,112	701,888	
	819,057			819,057	697,359	
429,239	12,532,631	130,780	86,882	12,314,969	11,063,221	11.3
427,530	427,530			427,530	131,779	
1,497,913	11,328,363			11,328,363	9,603,054	
142,989	3,540,134			3,540,134	2,963,932	
2,497,671	27,828,658	130,780	86,882	27,610,996	23,761,986	16.2
1,268	593,704			593,704	543,993	
	39,163			39,163	30,861	
1,268	632,867			632,867	574,854	10.1
26,607	26,607			26,607	8,544	
27,875	659,474			659,474	583,398	13.0

Schedule 25 Net Academic Faculty Expenditure by Account and Funding *(Page 6)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Natural Resource Institute:					
General Operating					
Director's Office	$ 116,896	$ 8,817	$ 31,184	$	$ 25,300
Staff Benefits				11,900	
	116,896	8,817	31,184	11,900	25,300
Miscellaneous Capital					
Research	4,605	39,691		2,424	
Special Funds					46
	121,501	48,508	31,184	14,324	25,346
Nursing Education:					
General Operating					
Director's Office	807,261	1,602	86,253		44,818
Staff Benefits				71,596	
	807,261	1,602	86,253	71,596	44,818
Miscellaneous Capital					
Research	28,786	34,879	11,653	2,149	12,053
Special Funds					501
	836,047	36,481	97,906	73,745	57,372
Pharmacy:					
General Operating					
Dean's Office	412,571	14,982	107,267		41,425
Staff Benefits				39,200	
	412,571	14,982	107,267	39,200	41,425
Miscellaneous Capital					
Research		43,116	43,579	3,074	32,885
Special Funds					183
	412,571	58,098	150,846	42,274	74,493
Physical Education:					
General Operating					
Director's Office	592,633	31,849	169,463		136,174
Staff Benefits				59,288	
	592,633	31,849	169,463	59,288	136,174
Miscellaneous Capital and Special Projects					
Research		7,212	13,184	664	23,139
	592,633	39,061	182,647	59,952	159,313

Equipment Alter., Etc.	Gross Expenditure	Deduct		Net Expenditure		% Increase (Decrease)
		Inter-Departmental Income	Other Income	March 31, 1982	March 31, 1981	
$ 101	$ 182,298			$ 182,298	$ 175,379	
	11,900			11,900	10,482	
101	194,198			194,198	185,861	4.5
1,665	1,665			1,665	1,000	
	46,720			46,720	57,338	
	46			46	908	
1,766	242,629			242,629	245,107	(1.0)
1,056	940,990			940,990	862,100	
	71,596			71,596	61,237	
1,056	1,012,586			1,012,586	923,337	9.7
7,332	7,332			7,332	6,244	
3,435	92,955			92,955	10,569	
	501			501	985	
11,823	1,113,374			1,113,374	941,135	18.3
4,725	580,970			580,970	542,903	
	39,200			39,200	35,202	
4,725	620,170			620,170	578,105	7.3
17,912	17,912			17,912	12,254	
77,390	200,044			200,044	98,417	
	183			183	1,845	
100,027	838,309			838,309	690,621	21.4
17,184	947,303			947,303	795,035	
	59,288			59,288	61,178	
17,184	1,006,591			1,006,591	856,213	17.6
183,177	183,177			183,177	23,901	
3,790	47,989			47,989	70,177	
204,151	1,237,757			1,237,757	950,291	30.3

Schedule 25 Net Academic Faculty Expenditure by Account and Funding *(Page 7)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Science:					
General Operating					
Dean's Office	$ 181,993	$	$ 71,187	$	$ 7,977
General Faculty	41,316		183,170		56,083
Applied Mathematics	373,602	21,619	19,485		9,532
Astronomy/Planetarium		1,504	23,726		9,749
Biological Science		29,258	65,941		21,727
Botany	404,746	14,010	95,085		39,417
Chemistry	1,045,968	124,732	270,706		141,767
Computer Science	711,949	150,386	49,077		58,229
Cyclotron Laboratory		1,483			1,627
Delta Research Station	62,451	506	54,921		23,295
Earth Sciences	626,478	42,589	186,537		52,467
Star Lake Field Station		8,796	4,100		12,852
Mathematics	1,158,874	16,699	42,433		16,902
Microbiology	518,132	33,063	126,440		59,682
Physics	1,022,291	75,455	284,606		51,345
Statistics	494,927	23,318	17,158		17,441
Zoology	759,250	49,535	165,898		31,293
Staff Benefits				730,012	
	7,401,977	592,953	1,660,470	730,012	611,385
Miscellaneous Capital and Special Projects					
Research	200,087	965,615	528,115	77,443	1,264,712
Special Funds	79,520	3,908	892	5,730	30,192
	7,681,584	1,562,476	2,189,477	813,185	1,906,289
Social Work:					
General Operating					
Director's Office	974,891	15,665	95,417		54,835
Staff Benefits				80,812	
	974,891	15,665	95,417	80,812	54,835
Miscellaneous Capital					
Research	4,689	7,704	36,972	2,768	14,684
Special Funds	40,687	1,808	2,006	1,820	105,287
	1,020,267	25,177	134,395	85,400	174,806
Total Academic:					
General Operating	49,988,018	2,296,603	11,079,285	4,727,460	5,016,790
Miscellaneous Capital and Special Projects					
	49,988,018	2,296,603	11,079,285	4,727,460	5,016,790
Total Operating					
Research	2,012,367	5,909,999	5,326,361	655,724	6,710,617
Special Funds	871,493	1,202,737	952,271	146,949	3,389,733
	$ 52,871,878	$ 9,409,339	$ 17,357,917	$ 5,530,133	$ 15,117,140

		Deduct		Net Expenditure		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$	$ 261,157	$	$	$ 261,157	$ 240,223	
759	281,328			281,328	312,685	
294	424,532			424,532	369,078	
211	35,190		1,128	34,062	30,053	
82	117,008		8,640	108,368	160,621	
4,895	558,153		4,805	553,348	474,718	
24,775	1,607,948	9,312	44,882	1,553,754	1,390,901	
7,276	976,917		24,435	952,482	783,528	
606	3,716		5,479	(1,763)	(1,724)	
1,144	142,317	9,665	7,908	124,744	92,855	
6,410	914,481	588	4,654	909,239	817,929	
725	26,473		8,330	18,143	8,137	
	1,234,908			1,234,908	1,100,980	
8,034	745,351		3,570	741,781	684,232	
14,046	1,447,743		11,843	1,435,900	1,314,201	
1,294	554,138	1,120	140	552,878	444,594	
2,604	1,008,580			1,008,580	858,124	
	730,012			730,012	606,388	
73,155	11,069,952	20,685	125,814	10,923,453	9,687,523	12.8
166,910	166,910			166,910	66,049	
1,101,406	4,137,378			4,137,378	3,014,208	
6,191	126,433			126,433	57,152	
1,347,662	15,500,673	20,685	125,814	15,354,174	12,824,932	19.7
244	1,141,052			1,141,052	1,051,234	
	80,812			80,812	69,794	
244	1,221,864			1,221,864	1,121,028	9.0
2,030	2,030			2,030	1,506	
1,170	67,987			67,987	283,059	
	151,608			151,608	1,434	
3,444	1,443,489			1,443,489	1,407,027	2.6
796,611	73,904,767	371,899	971,668	72,561,200	64,660,648	12.2
1,704,207	1,704,207			1,704,207	916,874	
2,500,818	75,608,974	371,899	971,668	74,265,407	65,577,522	13.2
3,826,804	24,441,872			24,441,872	18,768,340	
177,918	6,741,101			6,741,101	5,059,765	
$ 6,505,540	$106,791,947	$ 371,899	$ 971,668	$105,448,380	$ 89,405,627	17.9

Statement B

Schedule 26 Net Other Academic Expenditure by Account and Funding *(Page 1)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Computer Services:					
General Operating					
Computer Centre	$	$	$ 1,280,638	$	$ 238,797
Administrative Data Centre			578,238		
Rentals					89,079
Staff Benefits				132,165	
			1,858,876	132,165	327,876
Miscellaneous Capital					
Special Funds			152,427	7,967	86,681
			2,011,303	140,132	414,557
Instructional Media:					
General Operating					
Director's Office			1,031,658		127,272
Staff Benefits				81,568	
			1,031,658	81,568	127,272
Miscellaneous Capital					
			1,031,658	81,568	127,272
Office of Industrial Research:					
Research	37,202	256,798	158,929	19,825	267,178
Special Funds					
	37,202	256,798	158,929	19,825	267,178
Research Board:					
General Operating					
Graduate and Post-Doctoral Fellowships		618,241			
Research Grants	3,930	49,453	3,719		71,031
Research Board					2,564
Interdisciplinary Grants					938
Operating Expenses	6,750		25,867	4,074	17,404
	10,680	667,694	29,586	4,074	91,937
Research	1,070	182,264	1,013		19,339
	11,750	849,958	30,599	4,074	111,276
Colleges:					
General Operating					
Warden's Office — St. John's College	49,409		101,057	12,279	22,982
Rector's Office — St. Paul's College	37,788		98,014	9,974	22,048
Provost's Office — University College	18,938		70,800	5,886	4,925
	106,135		269,871	28,139	49,955
Miscellaneous Capital and Special Projects					
	106,135		269,871	28,139	49,955

Equipment Alter., Etc.	Gross Expenditure	Deduct Inter-Departmental Income	Deduct Other Income	Net Expenditure March 31, 1982	Net Expenditure March 31, 1981	% Increase (Decrease)
$ 3,307	$ 1,522,742	$ 36,412	$ 227,365	$ 1,258,965	$ 1,060,058	
	578,238	5,771		572,467	468,393	
2,269,670	2,358,749			2,358,749	2,156,541	
	132,165			132,165	101,830	
2,272,977	4,591,894	42,183	227,365	4,322,346	3,786,822	14.1
23,832	23,832			23,832	6,719	
15,101	262,176			262,176	221,357	
2,311,910	4,877,902	42,183	227,365	4,608,354	4,014,898	14.8
6,094	1,165,024	101,810	35,032	1,028,182	953,040	
	81,568			81,568	66,271	
6,094	1,246,592	101,810	35,032	1,109,750	1,019,311	8.9
93,398	93,398			93,398	77,707	
99,492	1,339,990	101,810	35,032	1,203,148	1,097,018	9.7
54,747	794,679			794,679	768,222	
					6,414	
54,747	794,679			794,679	774,636	2.6
	618,241		23,333	594,908	469,030	
25,852	153,985			153,985	201,527	
	2,564			2,564	3,473	
	938			938		
2,386	56,481			56,481	40,999	
28,238	832,209		23,333	808,876	715,029	13.1
7,039	210,725			210,725	261,640	
35,277	1,042,934		23,333	1,019,601	976,669	4.4
1,733	187,460			187,460	168,184	
259	168,083			168,083	146,055	
157	100,706			100,706	132,913	
2,149	456,249			456,249	447,152	2.0
12,439	12,439			12,439	39,736	
14,588	468,688			468,688	486,888	(3.7)

Schedule 26 Net Other Academic Expenditure by Account and Funding *(Page 2)*

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Total Other Academic:					
General Operating	$ 116,815	$ 667,694	$ 3,189,991	$ 245,946	$ 597,040
Miscellaneous Capital and Special Projects					
Total Operating	116,815	667,694	3,189,991	245,946	597,040
Research	38,272	439,062	159,942	19,825	286,517
Special Funds			152,427	7,967	86,681
	$ 155,087	$ 1,106,756	$ 3,502,360	$ 273,738	$ 970,238

Schedule 27 Net Library Expenditure by Account and Funding

Libraries:					
General Operating					
Dafoe Library	$ 1,307,481		$ 1,936,974	$	$ 1,437,234
Dental Library	32,066		59,862		33,205
Law Library	69,598		175,492		188,539
Medical Library	125,008		228,271		240,586
St. John's College Library	31,930		24,396		9,659
St. Paul's College Library	34,084		54,512		30,400
Staff Benefits				319,607	
	1,600,167		2,479,507	319,607	1,939,623
Miscellaneous Capital					
Total Operating	1,690,167		2,479,507	319,607	1,939,623
Research			16,432	724	8,101
Special Funds	23,627		2,692	1,987	34,251
	$ 1,623,794		$ 2,498,631	$ 322,318	$ 1,981,975

Schedule 28 Net Student Services Expenditure by Account and Funding

General Operating					
Alumni Association	$	$	$ 60,700	$ 4,687	$ 37,184
Chaplain's Office					2,918
Counselling Services	379,904	11,325	32,130	32,449	13,405
Director — Student Advisor Services	30,920	6,102	98,293	10,292	18,673
Native Student Advisor					98
Recreation and Athletics	139,484	114,344	219,135	26,951	278,975
Student Awards Office	48,714		111,850	13,695	7,046
Student Health Services			253,563	18,949	26,887
Off-Campus Housing					97
Overseas Student Advisor					1,313
Unibus					59,370
U.M.S.U. Special Projects					9,003
University Centre Commission					51,164
	599,022	131,771	775,671	107,023	506,133
Miscellaneous Capital and Special Projects					
Total Operating	599,022	131,771	775,671	107,023	506,133
Special Funds	18,748	16,095	41,569	3,158	423,135
	$ 617,770	$ 147,866	$ 817,240	$ 110,181	$ 929,268

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 2,309,458	$ 7,126,944	$ 143,993	$ 285,730	$ 6,697,221	$ 5,968,314	12.2
129,669	129,669			129,669	124,162	
2,439,127	7,256,613	143,993	285,730	6,826,890	6,092,476	12.1
61,786	1,005,404			1,005,404	1,029,862	
15,101	262,176			262,176	227,771	
$ 2,516,014	$ 8,524,193	$ 143,993	$ 285,730	$ 8,094,470	$ 7,350,109	10.1

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Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 11,817	$ 4,693,506		$ 11,830	$ 4,681,676	$ 4,268,761	
344	125,477			125,477	113,909	
471	434,100			434,100	404,107	
	593,865			593,865	544,082	
	65,985			65,985	63,540	
	118,996			118,996	101,845	
	319,607			319,607	256,953	
12,632	6,351,536		11,830	6,339,706	5,753,197	10.2
16,193	16,193			16,193	164,593	
28,825	6,367,729		11,830	6,355,899	5,917,790	7.4
12,255	37,512			37,512	1,895	
791	63,348			63,348	39,535	
$ 41,871	$6,468,589		$ 11,830	$ 6,456,759	$ 5,959,220	8.3

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Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$	$ 102,571		$	$ 102,571	$ 102,989	
	2,918			2,918	2,204	
813	470,026			470,026	416,752	
79	164,359			164,359	137,892	
	98			98	1,098	
5,002	783,891		595,854	188,037	207,754	
	181,305		10,859	170,446	153,185	
4,982	304,381		72,711	231,670	217,834	
	97			97	993	
	1,313			1,313	1,357	
	59,370		35,704	23,666	31,972	
	9,003			9,003	7,500	
	51,164			51,164	51,164	
10,876	2,130,496		715,128	1,415,368	1,332,694	6.2
76,819	76,819			76,819	35,907	
87,695	2,207,315		715,128	1,492,187	1,368,601	9.0
300	503,005			503,005	490,576	
$ 87,995	$ 2,710,320		$ 715,128	$ 1,995,192	$ 1,859,177	7.3

Statement B

Schedule 29 **Net Administration Expenditure by Account and Funding**

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
President and Vice-Presidents' Offices	$ 503,527	$	$ 404,112	$ 69,288	$ 320,100
Admissions Office			347,498	27,370	128,297
Student Records Office			468,183	36,669	148,579
Board of Governors			63,993	5,211	20,104
Comptroller's Office			1,431,202	111,991	203,605
Employee Relations and Personnel		42	557,011	42,533	69,134
Institutional Analysis			153,626	11,749	11,978
Internal Audit			103,820	8,509	3,744
Legal Fees					128,897
Office Machine Services			86,940	7,136	9,574
Planning Office			255,880	20,610	16,577
Post Office and Mail Service			174,207	12,925	432,898
Presidential Selection Committee					
Printing and Publication Services			428,900	36,236	470,347
University Relations and Information			62,640	3,694	208,352
University Services					
Senate Secretariat		100	74,801	6,288	13,983
	503,527	142	4,612,813	400,209	2,186,169
Miscellaneous Capital					
Total Operating	503,527	142	4,612,813	400,209	2,186,169
Research		18,457	17,690	1,728	30,089
Special Funds		655		17	6,572
	$ 503,527	$ 19,254	$ 4,630,503	$ 401,954	$ 2,222,830

Schedule 30 **Net Physical Plant and Energy Management Expenditure by Account and Funding**

	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
Security		$	$ 446,684	$ 37,084	$ 26,921
Central Instrument Service			238,910	19,020	53,238
Fire Alarm System					
Insurance					234,082
Operations and Maintenance					
General			3,989,441	331,100	389,220
Caretakers			2,081,058	181,384	138,117
Colleges:					
St. John's			50,391	4,650	78,809
St. Paul's			83,319	8,107	74,777
University College			66,916	5,453	10,897
Utilities					
Central Control and Monitoring System			5,911	500	43,398
Fuel — Fort Garry					2,124,801
Fuel — Medical and Dental					837,934
Light, Power and Water					2,177,814
Telephone			28,926	2,313	816,153
Workers Compensation					68,370
			6,991,556	589,611	7,074,531
Miscellaneous Capital and Special Projects					
Total Operating			6,991,556	589,611	$ 7,074,531
Special Funds		748	12,376	1,263	934
		$ 748	$ 7,003,932	$ 590,874	$ 7,075,465

		Deduct		*Net Expenditure*		
Equipment Alter., Etc.	*Gross Expenditure*	*Inter-Departmental Income*	*Other Income*	*March 31, 1982*	*March 31, 1981*	*% Increase (Decrease)*
$ 11,966	$ 1,308,993	$ 109,215	$	$ 1,199,778	$ 921,738	
4,661	507,826			507,826	391,097	
2,153	655,584		30,464	625,120	611,627	
184	89,492			89,492	71,253	
4,809	1,751,607		78,069	1,673,538	1,445,436	
3,029	671,749			671,749	554,767	
	177,353			177,353	161,067	
110	116,183			116,183	100,989	
	128,897			128,897	85,647	
115,292	218,942	247,345	200	(28,603)	49,935	
22	293,089			293,089	272,572	
4,664	624,694	401,776	27,640	195,278	152,845	
					9,499	
23,566	959,049	812,192	228,262	(81,405)	(24,672)	
3,159	277,845	118,136		159,709	145,795	
					23,259	
167	95,339			95,339	78,841	
173,782	7,876,642	1,688,664	364,635	5,823,343	5,051,695	15.3
283,369	283,369			283,369	141,684	
457,151	8,160,011	1,688,664	364,635	6,106,712	5,193,379	17.6
10,254	78,218			78,218	38,627	
	7,244			7,244	1,285	
$ 467,405	$ 8,245,473	$ 1,688,664	$ 364,635	$ 6,192,174	$ 5,233,291	18.3

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$ 197	$ 510,886	$ 371,838	$	$ 139,048	$ 115,504	
8,022	319,190	111,309	23,940	183,941	197,955	
					9,083	
	234,082			234,082	229,174	
283,973	4,993,734	353,501	48,064	4,592,169	4,124,714	
4,732	2,405,291	31,898		2,373,393	2,180,228	
1,607	135,457			135,457	104,743	
2,029	168,232			168,232	143,704	
183	83,449			83,449	77,387	
11,588	61,397			61,397	48,558	
	2,124,801	307,498	445,357	1,371,946	1,192,212	
	837,934			837,934	659,059	
	2,177,814	304,684	164,743	1,708,387	1,775,048	
85	847,477	851,416	4,324	(8,263)	(6,901)	
	68,370		29,092	39,278	37,646	
312,416	14,968,114	2,332,144	715,520	11,920,450	10,888,114	9.5
721,909	721,909			721,909	1,377,188	
1,034,325	15,690,023	2,332,144	715,520	12,642,359	12,265,302	3.1
402	15,723			15,723		
$ 1,034,727	$15,705,746	$ 2,332,144	$ 715,520	$12,658,082	$12,265,302	3.2

Statement B

Schedule 31 **Net General Expenditure by Account and Funding**

	Salaries and Wages				
	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
General Operating					
Calendars	$	$	$	$	$ 22,713
Convocation			56,105	4,364	91,375
Handicapped Transport					607
Miscellaneous	49,000		49,512	3,318	
Mosaic			6,000	23,821	2,051
Ombudsman			16,939	727	484
Outreach Programmes		2,775	335	129	16,734
Private Funding			58,417	4,527	22,536
Retiring Allowances				78,473	
Space and Other Rentals					
Student Housing and Conference Services			43,457	3,181	3,071
Supplementary Pensions				442,589	
University of Manitoba Press			37,627	3,087	4,139
United Appeal					1,250
Vehicle Fleet					23,251
	49,000	2,775	268,392	564,216	188,211
Miscellaneous Capital and Special Projects					
Total Operating	49,000	2,775	268,392	564,216	188,211
Special Funds		600	8,279	651	34,109
	$ 49,000	$ 3,375	$ 276,671	$ 564,867	$ 222,320

	Academic	*Special Academic*	*Support*	*Staff Benefits*	*Supplies and Expenses*
Total Schedules 25 to 31:					
General Operating	$ 52,856,549	$ 3,098,985	$ 29,397,215	$ 6,954,072	$ 17,508,497
Miscellaneous Capital and Special Projects					
Total Operating	52,856,549	3,098,985	29,397,215	6,954,072	17,508,497
Research	2,050,639	6,367,518	5,520,425	678,001	7,035,324
Special Funds	913,868	1,220,835	1,169,614	161,992	3,975,415
	$ 55,821,056	$ 10,687,338	$36,087,254	$ 7,794,065	$ 28,519,236

Equipment Alter., Etc.	*Gross Expenditure*	*Deduct*		*Net Expenditure*		*% Increase (Decrease)*
		Inter-Departmental Income	*Other Income*	*March 31, 1982*	*March 31, 1981*	
$	$ 22,713	$	$ 3,746	$ 18,967	$ 44,769	
3,685	155,529			155,529	124,427	
272	879			879	452	
	101,830			101,830		
17,789	49,661			49,661	47,582	
	18,150			18,150		
424	20,397			20,397	16,913	
672	86,152			86,152	102,681	
	78,473		12,554	65,919	70,317	
41,736	41,736			41,736	44,352	
766	50,475		30,000	20,475	14,824	
	442,589		349,220	93,369	162,616	
263	45,116			45,116	39,810	
	1,250			1,250	1,538	
7,712	30,963	32,869		(1,906)	(4,974)	
73,319	1,145,913	32,869	395,520	717,524	665,307	7.8
15,671	15,671			15,671	3,646	
88,990	1,161,584	32,869	395,520	733,195	668,953	9.6
	43,639			43,639	43,424	
$ 88,990	$ 1,205,223	$ 32,869	$ 395,520	$ 776,834	$ 712,377	9.0

Statement B

$ 3,689,094	$113,504,412	$ 4,569,569	$ 3,460,031	$105,474,812	$ 94,319,969	11.8
2,947,837	2,947,837			2,947,837	2,764,054	
6,636,931	116,452,249	4,569,569	3,460,031	108,422,649	97,084,023	11.7
3,911,099	25,563,006			25,563,006	19,838,724	
194,512	7,636,236			7,636,236	5,862,356	
$ 10,742,542	$149,651,491	$ 4,569,569	$ 3,460,031	$141,621,891	$122,785,103	15.3

Schedule 32 **Trusts and Endowments** *(Page 1)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Dr. John Earl Abra Scholarship in Orthodontics	$ 2,698	$ 281	$ 2,979
Agriculture and Home Economics Loan Fund	2,828	8,740	11,568
Sir James Aikins Funds	10,733	1,143	11,876
Aaron Akman Scholarship Fund	5,057	549	5,606
Dr. Frank Allen Medal Fund	1,714	179	1,893
Anatomical Research Fund	43,531	5,592	49,123
Arthur Andersen & Co. Fellowship		6,012	6,012
Frances J. Anderson Trust Fund	24,857	2,612	27,469
T. A. (Stoney) Anderson Gold Medal	700	31	731
Architecture Endowment Fund		28,236	28,236
Armed Forces Memorial Award	6,018	662	6,680
The Henry Percy Armes Memorial Lectures Fund	12,000	2,536	14,536
Doreen Ash Memorial Prize	1,210	135	1,345
Association of Professional Engineers of Manitoba Fund	10,000	1,130	11,130
The Charles Lorraine Atkinson Fund	35,997	5,282	41,279
The A. J. Averbach Memorial Prize	1,000	105	1,105
Back to the Land Assistance Association Prize	10,771	1,165	11,936
Rose Dora Baru Prize	1,343	141	1,484
Emma J. Bates Memorial Fund	9,441	1,737	11,178
Michael Beach Memorial Fund	3,072	349	3,421
Ed and Evelyn Bell Bursary	2,000	139	2,139
C. K. Bell Memorial Fund	1,042	110	1,152
L. Nian Bellan Memorial Scholarship Fund		600	600
The Caroline Berbrayer Scholarship Fund	21,464	2,228	23,692
The Edith Rose Berger Scholarship in Judaic Studies	2,862	307	3,169
Estate of Harry Berger	2,867	296	3,163
Mr. and Mrs. J. Billinkoff Bursary		257	257
Bison Foundation	11,893	411	12,304
The Olafur Bjornson Prize	745	78	823
Lt. James Wallace Black Memorial Award		981	981
The Jack Blumberg Memorial Prize	1,024	107	1,131
Boise Cascade Scholarship	5,000	229	5,229
Botany — Dalgarno Distinguished Visitor Award		4,428	4,428
Dr. Manly Bowles Scholarship	2,808	300	3,108
The Walter Brandt Memorial Bursary		170	170
Dr. George A. Brass Scholarship Fund	9,673	2,365	12,038
Alan Bronfman Family Scholarship	32,503	3,490	35,993
The Rosa Brook Scholarship Fund	2,894	309	3,203
The Israel Brotman Memorial Bursary	2,209	228	2,437
Estate of Dora M. Brown		10,135	10,135
Neil Kay Brown Memorial Bursary	5,287	574	5,861
Richard Brown Memorial Bursary	2,300	200	2,500
George Brownell Memorial Award Fund	14,296	1,423	15,719
Robert Bruce Memorial Fund	2,753	289	3,042
Dr. Michael Bruser Memorial Bursary	6,310	682	6,992
Dr. Michael Bruser Memorial Fund	6,403	662	7,065
Nathan S. Bubbis Memorial Bursary	11,533	1,220	12,753
The Manley Burshtein Memorial Bursary in Medicine	8,012	828	8,840
Estate of Sarah F. Burshtein	5,971	458	6,429
Dr. L. W. Caldbick Scholarship	1,898	205	2,103
James H. Cameron Scholarship	10,000	949	10,949
Janet Ian Cameron Memorial Bursary	1,599	171	1,770
The Caminetsky Prize in Pharmacology and Therapeutics		607	607
Dr. and Mrs. Ralph Campbell Outreach Award	1,428	55	1,483

Schedule 32 **Trusts and Endowments** *(Page 2)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Dr. William F. Campbell Scholarship in Orthodontics	$ 3,414	$ 364	$ 3,778
Dr. Peter Cansfield Memorial Fund		1,034	1,034
Canada Northlands Development Award	5,740	617	6,357
Patricia Card Memorial Bursary	2,205	234	2,439
E. V. Caton Memorial Scholarship	3,037	331	3,368
Chair of Icelandic Language and Literature	217,934		217,934
Chairman of the Board, Special Opportunity Trust Fund	500	40	540
The Chancellor's Prize Fund	2,939	307	3,246
Charles Gray Chown Scholarship Fund	338,400	66,504	404,904
Dr. H. H. Chown Prize Fund	5,480	567	6,047
W. J. Christie Memorial Bursary	7,677	812	8,489
A. J. Christie Prize	2,613	272	2,885
Colonel Edward Churchill Prize	1,426	147	1,573
Maurice Chusid Memorial Bursary	3,824	397	4,221
Class of Arts and Science '30 Prize		655	655
Dr. John W. Clay Medal Fund	1,098	114	1,212
John W. Clay Scholarship Fund	8,566	438	9,004
Cleft Palate Fund	64,700	42,422	107,122
Anne Cohen Memorial Bursary	10,920	1,214	12,134
Benjamin Cohen Scholarship	2,947	315	3,262
Sara and Moses Cohen Prize in Law	1,124	118	1,242
Dr. E. N. Cole Memorial Fund	2,803	295	3,098
College of Physicians and Surgeons Loan Fund	20,440	7,356	27,796
Roma Collins Memorial Fund		1,352	1,352
Hazel G. Cook Memorial Cancer Research Bequest	42,505	33,363	75,868
James H. Cook Memorial Bursary	5,904	71	5,975
Samuel Corman Memorial Bursary	2,264	246	2,510
H. I. Corne Prize	1,215	127	1,342
Estate of Elva S. Corrigill	45,405	4,851	50,256
June Helen Coulter Memorial Fund	10,000	1,053	11,053
Peter L. Coultry Memorial Book Prize	1,153	121	1,274
Estate of James C. Dalgarno	120,917	13,268	134,185
Catherine Elizabeth Davidson Bursaries in Medicine	2,281	346	2,627
Lorna M. Davis Scholarship		840	840
The Dr. N. Demchuk Award	2,567	268	2,835
Dental Licensure Committee Fund	2,213	65	2,278
Disability Salary Fund Reserve		70	70
Estate of Dr. Agnes Isabelle Dodds	7,577	13,670	21,247
Joseph Doupé Medal Fund	3,842	398	4,240
Dr. Joseph Doupé Memorial Bursaries	3,758	395	4,153
The Ieleane Downey Memorial Book Prize	1,085	114	1,199
Anthony G. Draper Memorial Prize	630	66	696
August Dyck Scholarship Fund	2,513	260	2,773
Frank Edick Memorial Prize	500	52	552
Earth Sciences Spectrometer Fund		59,310	59,310
Grettir Eggertson Fund	2,591	4,073	6,664
The Mary Jane Ego Scholarship	5,358	505	5,863
Eleventh Field Ambulance Fund		452	452
Gissur Eliasson Memorial Scholarship	5,040	550	5,590
Miriam Green Ellis Fund in Animal Science	29,942	15,786	45,728
Miriam Green Ellis Fund in Plant Science	29,190	6,909	36,099
Employers' Association of Manitoba Scholarship in Commerce	10,982	1,169	12,151
Audrey Watts Ensminger and Francis Watts Johnson Scholarship	4,888	513	5,401
Esther Brina Erenberg Memorial Scholarship	1,616	173	1,789
Sarah Essers Book Prize	744	78	822

Schedule 32 **Trusts and Endowments** *(Page 3)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
The Ewart Chair of Constitutional Law	$ 20,000	$ 8,075	$ 28,075
The John S. Ewart Memorial Fund	63,757		63,757
Faculty of Dentistry Library Trust Fund	11,495	3,451	14,946
Douglas Bartlett Fahlgren Memorial Prize	2,498	265	2,763
The Ethel M. Falardeau Scholarship (or Bursary) Fund	3,555	386	3,941
Dr. Ivy Falardeau Memorial Bursary Fund	10,926	1,170	12,096
William Fedorus Award	1,835	109	1,944
The E. P. Fetherstonhaugh Memorial Scholarship Fund	30,084	3,124	33,208
Fay Finestone Achievement Award	500	22	522
Sam Finkle Memorial Bursary	20,712	4,277	24,989
The David R. Finkelstein Memorial Bursary	3,190	347	3,537
Kenneth Finkelstein Prize in Sculpture	1,075	117	1,192
Miriam Finkelstein Memorial Bursary	2,569	279	2,848
Dr. Robert Fletcher Gold Medal in Education	597	63	660
Captain Ross Flewin Book Prize		76	76
Alf Francis Memorial Prize	1,500	158	1,658
Heinz Frank Memorial Scholarship	8,315	888	9,203
Dr. Joseph Freeman Memorial Book Prize	535	56	591
John Kenneth Galbraith Award Fund		1,173	1,173
Dr. H. P. H. Galloway Memorial Scholarship	15,335	1,627	16,962
Dr. Matthew Henry Garvin Estate	3,114	322	3,436
Dona Pilley Gauthier Memorial Scholarship		1,083	1,083
General Trust	1,372,995	452,617	1,825,612
Morris and Bella Genser Bursary	3,000	627	3,627
The Gershfield Estate Scholarship	1,248	129	1,377
Alexander Gibson Memorial Lectureship Fund		439	439
Ronald Gibson Scholarship in Music		282	282
J. M. Gilchrist Bursary	5,286	574	5,860
Thorsteinn J. Gislason Memorial Scholarship	11,621	1,263	12,884
Mr. and Mrs. S. W. Golden Prize	502	53	555
Graduate Award in Pharmacology and Therapeutics	500	65	565
Dr. John M. Grahame Scholarship Fund	5,771	616	6,387
James H. Gray Medal Fund	498	52	550
Hart Green Junior Memorial Prize in Criminal Procedure	1,121	117	1,238
Dr. N. H. Greenberg Memorial Book Award	550	58	608
Gilbert T. Gregory Memorial Prize	1,399	146	1,545
Edward Oliver Grimsdick Memorial Prize	535	57	592
Dena Grower Memorial Fund		1,388	1,388
Gershon and Adela Grubert Memorial Scholarship	3,793	379	4,172
Pall Gudmundson Scholarship Fund	60,340	14,253	74,593
Estate of Joseph E. Guertin	108,623	70,793	179,416
Dr. John A. Gunn Memorial Scholarship in Surgery	3,829	396	4,225
Eldon Hagglund Memorial Fund	42,517	7,117	49,634
Dr. F. W. L. Hamilton Scholarship Fund	5,442	567	6,009
Joan Harland Scholarship Fund	4,588	471	5,059
Jack Hart Memorial Scholarship	5,669	761	6,430
Margaret Elder Hart Graduate Study Award	3,168	587	3,755
The Hart Scholarship		337	337
Viktor Havlicek Memorial Fund	5,000	157	5,157
John W. Hawryluk Memorial Scholarship	7,100	196	7,296
Leonard Heaton Memorial Scholarship	15,164	1,618	16,782
Dr. Frank Hechter Book Award	750	9	759
Gerald M. Hechter Bursary in Engineering	6,008	641	6,649
Irving L. Hechter Book Award	1,000	4	1,004
Shirley Joy Hechter Memorial Award	2,289	239	2,528

Schedule 32 **Trusts and Endowments** ***(Page 4)***

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Dr. Ted Hechter Scholarship Fund	$ 900	$ 95	$ 995
Mary E. Hedley Fellowship	5,240	2,601	7,841
Dr. R. L. Hedley Memorial Research Fund		1,758	1,758
William J. Hill Memorial Fund	3,483	435	3,918
The Hirsch Memorial Prize	1,346	141	1,487
History Interdisciplinary Fund	1,280	132	1,412
Madge Hogarth Bursary Fund	10,000	363	10,363
The Alexandra Wrightson Hogg Scholarship	33,902	3,729	37,631
Dr. A. W. Hogg Bequest	260,347	218,015	478,362
Reverend Joseph Hogg Scholarship	37,282	3,995	41,277
Dr. A. W. Hogg Bequest (Faculty Loan Fund)		39,933	39,933
Dr. Esther Gorsey Hollenberg Memorial Scholarship	19,507	1,542	21,049
Bernice and William Holub Medical Library Fund	4,034	344	4,378
Home Economics Manitoba Association Bursary	4,772	510	5,282
Human Ecology Students' Society Bursaries	4,151	443	4,594
Edith F. Hudson Memorial Fund	10,000	5,826	15,826
J. Edgar Hudson B.Sc. Bursary		1,190	1,190
The Hon. Mr. Justice Hudson Prize in Law	2,098	219	2,317
The Professor W. M. Hugill Memorial Scholarship	9,216	981	10,197
Victoria Hull Memorial Fund	3,540	199	3,739
The Marcus Hyman Memorial Scholarship	3,111	337	3,448
Molly Hyman Award in Art		463	463
Samuel Hyman Memorial Prize		1,175	1,175
I.B.M. Fellowship in Computer Science		1,420	1,420
Immunology Pharmacia	40,000	4,256	44,256
Imperial Seed Co. Ltd. Scholarship	25,470	2,758	28,228
Indian and Metis Education Alumni Fund		3,368	3,368
Institute for Social and Economic Research	241, 672	15,765	257,437
Interlake Grassland Society Bursaries	10,155	299	10,454
Leonard Isaacs Scholarship	6,169	589	6,758
Isbister Scholarships	41,680	4,644	46,324
Sonia Roffman Isenberg Prize	542	56	598
Jared Israels Memorial Fund	12,641	1,257	13,898
Sarah and Simon Israels Memorial Fund	10,325	3,374	13,699
Richard Jackson Memorial Bursary	5,409	579	5,988
The Dr. Elmer S. James Memorial Fund		11,512	11,512
Norman James Memorial Fund	21,988	114	22,102
Dr. A. V. Johnson Memorial Book Prize	561	59	620
Rose Kare Memorial Fund	1,000	105	1,105
Hung-Pin and Liu-Shih Kao Scholarship	2,500	69	2,569
The Sadie Karr Memorial Book Prize	1,009	106	1,115
Aaron Katz Memorial Scholarship	1,462	161	1,623
The Frances and Hyman Kay Bursary	3,289	357	3,646
The Mr. and Mrs. Samuel Fred Kay Bursary	3,177	345	3,522
Kellogg Foundation Medical Loan Fund	11,255	22,865	34,120
Kellogg Foundation School of Dentistry Loan Fund	14,293	31,583	45,876
Dr. Frank Kennedy Memorial Fund	2,078	1,343	3,421
H. W. Kennedy Scholarship Fund		218	218
Joan Kennett Memorial Award		466	466
E. B. Kernaghan Bursary	26,406	2,869	29,275
Dr. Alvin Klady Memorial Fund	2,429	244	2,673
Klieforth Prize in American History	1,137	119	1,256
Howard Sorrell Koven Memorial Fund	411	454	865
Adalsteinn Kristjanson Scholarship	67,004	7,589	74,593
Leonard Krueger Scholarship in Dentistry	1,000	130	1,130

Schedule 32 **Trusts and Endowments** *(Page 5)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Steve Kucyk Scholarship or Fellowship	$ 10,632	$ 1,099	$ 11,731
Landscape Architecture Award Fund	1,000	439	1,439
Dr. T. J. Lamont Memorial Prize Fund	7,084	2,317	9,401
Sarah Ann Lambert Memorial Fund	10,895	1,203	12,098
C. E. L'Ame Prize in Slavic Studies	5,354	71	5,425
H. V. Larusson Memorial Fund		36	36
The Rosabelle Searle Leach Scholarship	5,412	587	5,999
Dr. J. M. Lederman Memorial Fund	4,012	418	4,430
Alexander Robert Leonard Scholarship	7,989	848	8,837
Ed Letinsky Annual Sketch Prize		646	646
Irving Levi Prize in Geology	357	38	395
David Levin Memorial Scholarship	2,155	230	2,385
The Winona Lightcap Memorial Scholarship	3,500	378	3,878
Professor Robert J. Lockhart Memorial Fund	25,725	11,100	36,825
The William McLeod Lougheed Memorial Bursary	6,017	644	6,661
Dr. G. Lubinsky Memorial Scholarship	2,400	232	2,632
Albert Lucas Prize Fund	1,037	108	1,145
Elizabeth Luginbuhl Memorial Award	5,450	567	6,017
MacLaughlin-Hart Gold Medal Fund	1,992	213	2,205
Irwin H. Mael Pharmacy Student Loan Fund	512	158	670
Laurell Maley Memorial Bursary Fund	2,514	269	2,783
Mykyta I. Mandryka Scholarship	2,000	255	2,255
Manitoba Dental Association — Dental Hygiene Student Loan Fund	2,694	5,306	8,000
Manitoba Diamond Jubilee Scholarship Fund	1,155	99	1,254
Ralph Allan Mann Memorial Fund	6,204	1,208	7,412
Connie and Major Margolis Bursary	3,113	340	3,453
Mr. and Mrs. Max Margolis Prize	4,851	508	5,359
Anne Matas Memorial Prize in English	1,338	140	1,478
Charles A. May Memorial Bursary	702	77	779
The Alexander McIntyre Prize in Education	3,420	356	3,776
Allan McKean Memorial Scholarship	4,399	478	4,877
John McKechnie Memorial Scholarship	6,814	740	7,554
M.C.L. Bird Station Bursaries	13,452	2,650	16,102
Mrs. V. McLaughlin Memorial Award		307	307
Dr. Harry Percival McPhail Memorial Scholarship	5,840	604	6,444
Medal of Merit in Home Economics	2,172	225	2,397
Medical Faculty Women's Club Centennial Prize in Medicine	1,707	176	1,883
Medical Faculty Women's Club Loan Fund	1,217	1,003	2,220
Medical Immunology Special Research Fund	20,000	2,089	22,089
Medical Library Trust Fund	25,366	2,623	27,989
Medical Research Fund	5,102	7,656	12,758
Betty Meltzer Memorial Prize	1,006	105	1,111
Sara Meltzer Memorial Prize	3,268	338	3,606
Lillian Slusman Meyers Bursary in Medicine		418	418
Estate of Sam Micsan	35,672	15,000	50,672
Estate of Sydney L. Morantz	5,000	191	5,191
L. D. Morosnick Prize	1,157	121	1,278
Estate of Mona G. Morrison		2,695	2,695
Jean Morton Memorial Bursary	3,511	376	3,887
W. L. Morton Gold Medal in History	1,122	117	1,239
George Mower Memorial Prize	567	60	627
Dan Muir Memorial Award	6,120	402	6,522
Paul Myers Memorial Award	683	71	754
Terry Jon Myers Award	2,071	214	2,285
Neaman-Shenkarow Opportunity Fund	10,000	5,926	15,926
Samuel M. Neamtan Memorial Scholarship	4,618	491	5,109

Schedule 32 **Trusts and Endowments** ***(Page 6)***

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Walter C. Newman Fund	**$ 10,190**	**$ 3,783**	**$ 13,973**
Nicholson Memorial Fund	**4,150**	**434**	**4,584**
Dr. J. R. W. Nicholson Prize in Medicine	**1,000**	**48**	**1,048**
The Nickerson Prize in Pharmacology and Therapeutics	**3,389**	**350**	**3,739**
The Mr. Justice and Mrs. I. Nitikman Prize	**1,104**	**116**	**1,220**
The Alex Noble Memorial Scholarship	**2,359**	**246**	**2,605**
Bernard Noonan Memorial Fund	**631**	**250**	**881**
Northern Sales Co. Ltd.	**25,000**	**2,323**	**27,323**
Mark Lewis Nozick Memorial Scholarship	**8,813**	**925**	**9,738**
Nursing Education Endowment Fund	**28,578**	**7,771**	**36,349**
Old Age Pensions Society of Manitoba Incorporated	**1,000**	**105**	**1,105**
The Mindel and Tom Olenick Medal and Prize in Microbiology	**5,064**	**532**	**5,596**
Dr. Morley Oretzki Scholarship Fund	**1,437**	**153**	**1,590**
William James Osborne Scholarship	**7,025**	**726**	**7,751**
Max Panitch Memorial Prize		**123**	**123**
Halsey A. Park Memorial Prize	**277**	**29**	**306**
H. C. Pentland Memorial Fund		**576**	**576**
Florence Pauls Prize in Nursing	**1,344**	**144**	**1,488**
Nels and Elvira Pearson Scholarship Fund	**3,380**	**352**	**3,732**
Personnel Association of Greater Winnipeg	**1,000**	**105**	**1,105**
David Renfrew Petrie Memorial Medal	**1,245**	**130**	**1,375**
Richard (Dick) Lorne Pierce Bursary	**2,309**	**229**	**2,538**
Sara Portigal Memorial Award in Medicine		**9**	**9**
Mr. and Mrs. Charles Portnuff Prize in Medicine	**1,568**	**169**	**1,737**
Baird Poskanzer Memorial Fund	**4,300**	**975**	**5,275**
Estate of Thomas James Pounder	**26,514**	**11,159**	**37,673**
Edward Ross Pressman Memorial Bursary	**3,014**	**313**	**3,327**
President's Special Projects Fund		**1,924**	**1,924**
Estate of J. M. Pritchard	**10,000**	**1,051**	**11,051**
Prosthodontology Bursary Fund	**12,000**	**5,659**	**17,659**
Leon Provancher Prize in Systematic Zoology	**3,196**	**330**	**3,526**
Prowse Prize Fund	**20,105**	**6,053**	**26,158**
Dr. James Pullar Memorial Trust	**25,306**	**2,659**	**27,965**
The R.A.C. Memorial Scholarship	**2,865**	**306**	**3,171**
R.C.N.V.R. (Women's Auxiliary Scholarship Loan Fund)	**2,038**	**6,442**	**8,480**
Dr. Maxwell S. Rady Scholarship in Obstetrics and Gynaecology	**5,415**	**568**	**5,983**
Dr. Maxwell S. Rady Scholarship	**3,000**	**326**	**3,326**
Dr. Marvin Raynes Memorial Prize	**1,217**	**127**	**1,344**
Refresher Courses in Medicine		**24,156**	**24,156**
Donald Parker Reid Bursary in Medicine	**9,776**	**2,516**	**12,292**
Catherine Elizabeth Reimer Memorial Fund		**747**	**747**
Dr. Vernon B. Rhodenizer Graduate Scholarship	**12,018**	**1,316**	**13,334**
Jack Rice Memorial Scholarship	**1,884**	**197**	**2,081**
The Marcel Richard — L'Alliance Française Prize	**2,003**	**208**	**2,211**
Natalie Riedle Fund	**84,125**	**9,179**	**93,304**
Mrs. Ethel Roberts Memorial Prize	**1,222**	**130**	**1,352**
Arlene Meredith Roberts and Dr. T.J. Speakman Memorial Research Fund	**2,000**	**1,356**	**3,356**
Mary L. Robertson Memorial Scholarship	**1,800**	**195**	**1,995**
Esther Robinson Scholarship	**4,000**	**431**	**4,431**
Chief Justice Robson Prize in Law		**2**	**2**
Rockefeller Foundation Fund	**244,363**	**276,032**	**520,395**
Maysie Roger Memorial Fund	**7,504**	**772**	**8,276**

Schedule 32 **Trusts and Endowments** *(Page 7)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Patricia and Arnold Rogers Medical Library Fund	$ 5,094	$ 533	$ 5,627
Patricia Ruth Rogers Music Award	2,000	108	2,108
Dr. Sydney L. Rogers Scholar Fund	2,000	406	2,406
The Dr. Nelles Rollins Memorial Bursary	8,000	2,453	10,453
Dr. Charlotte W. Ross Memorial Prize and Gold Medal	4,095	423	4,518
A. Allyn Rossen Award for Proficiency in Cardiovascular Investigation	6,163	604	6,767
Nathan Rothstein Prize	1,232	132	1,364
Kenneth Roulston Memorial Scholarship	4,951	529	5,480
Royal Air Force Auxiliary Memorial Scholarship	2,837	308	3,145
Antoni and Helen Rudan Memorial Scholarship	2,041	187	2,228
J. B. Rumberg Memorial Fund	1,082	220	1,302
John A. Russell Alumni Bursary	14,652	1,541	16,193
Bernice W. Safeer Prize	1,169	124	1,293
Estate of Samuel Sair	5,076	539	5,615
Dr. and Mrs. H. H. Saunderson Award Fund	38,068	3,972	42,040
Dr. H. H. Saunderson Award in Dentistry	4,803	501	5,304
The Anastasia Sawula Prize	1,518	160	1,678
School of Physical Education Memorial Award		498	498
Bernard C. Schwartz Scholarship	28,330	3,705	32,035
Fredrick Otto Schwartz Medical Library Memorial Fund	5,072	531	5,603
Science Students' Association Bursary	5,346	779	6,125
Seagram Visiting Lecture Fund	5,000	187	5,187
Dr. Sunil K. Sen Scholarship		1,090	1,090
Lord Selkirk Association of Rupertsland Memorial Scholarship	8,187	881	9,068
Mr. and Mrs. Alexander Shack Prize in English	6,669	667	7,336
Mr. and Mrs. J. D. Shanski Bursary	6,407	993	7,400
John Shanski Physical Education Bursary	7,055	755	7,810
John M. Sharp Memorial Fund	15,562	5,612	21,174
Dr. John P. Shaw Scholarship Fund	16,069	3,463	19,532
The Polly and George Sheps Prize	2,508	259	2,767
The Morris and Sarah Shnier Memorial Bursary	4,171	447	4,618
Mr. and Mrs. Max Shore Travelling Scholarship	1,775	7,024	8,799
Morris Shore Scholarship Fund		303	303
Mr. and Mrs. S. Sigurdson Memorial Scholarship	2,607	205	2,812
Edwin Silver Scholarship		654	654
Rubin Simkin Fund		3,750	3,750
The Mr. and Mrs. Saul Simkin Bursary in Medicine	2,423	670	3,093
W. J. (Bill) Sinclair Memorial Award	1,000	1,012	2,012
The Robert Sirluck Scholarship in Canadian History	3,885	422	4,307
The Mr. and Mrs. J. Skaletar Memorial Scholarship	2,943	602	3,545
Mark Smerchanski Prize	735	77	812
Dr. Elizabeth B. Smith Award	1,474	225	1,699
Grant Smith Memorial Bursary		505	505
Helen Smith Medical Research Fund	9,000	935	9,935
The Society of Management Accountants of Manitoba Prize	1,171	124	1,295
Lieutenant Morris Soronow Memorial Scholarship	1,488	159	1,647
Lieutenant M. M. Soronow Memorial Prize	1,121	117	1,238
Mr. and Mrs. George Soudack Scholarship for the Humanities	3,415	371	3,786

Schedule 32 **Trusts and Endowments** *(Page 8)*

The University Investment Trust Fund:	*Capital Account*	*Current Account*	*Total*
Special Emergency Award Fund	$	$ 3,346	$ 3,346
Special Scholarships in Home Economics	6,334	483	6,817
Winthrop Spencer Scholarship Fund	3,900	640	4,540
Morton Stall Memorial Scholarship	2,615	284	2,899
Olive Beatrice Stanton Award for Excellence in Teaching	32,174	3,351	35,525
Estate of Esther R. Steele	18,347	7,111	25,458
The Dr. Jon Stefansson Memorial Scholarship	5,000	1,037	6,037
The Veelia Stern Memorial Scholarship		164	164
Veelia and Sharon Stern Memorial Award	7,386	777	8,163
A. M. Stewart Memorial Bursary	3,665	397	4,062
Paul Stewart Memorial Fund	694	72	766
Ronald K. Stewart-Hay Memorial Bursary	3,022	324	3,346
Student's Architectural Society Award	2,800	531	3,331
Summer Session Students' Council Memorial Bursary Fund	20,095	8,436	28,531
The Nathan Sures Scholarship	1,449	189	1,638
Edna Sutherland Bequest	15,935	8,280	24,215
Wasyl Swystun Prize in Ukrainian Studies		1,007	1,007
Dean G. P. R. Tallin Q.C. Prize		200	200
Lawrence Tapper Prize in Accounting	526	58	584
Dallas Taylor Memorial Prize	2,066	217	2,283
Dr. Ellen Fraser Taylor Faculty of Medicine Development Fund	151,662	34,912	186,574
Nena Tessler Memorial Bursary	4,024	430	4,454
The Rhys Thomas Music Prize	694	75	769
Ernest Payson Thompson Memorial Bursary Fund	4,536	483	5,019
Elizabeth and Robert Tibbs Memorial Bursary	876	82	958
Dr. J. R. Trott Memorial Fund		4,930	4,930
Alfred Rea Tucker Memorial Scholarship	50,687	5,408	56,095
Bessie Turner Memorial Prize	1,155	121	1,276
The Frederick W. Tuxworth Bursary	10,166	1,087	11,253
University of Manitoba Women's Club Loan Fund	1,086	1,341	2,427
Jack S. Verner Memorial Scholarship	3,672	399	4,071
Vineberg Research Prize in Psychology	1,052	110	1,162
Christian Walker Memorial Bursary	16,528	2,084	18,612
Norma E. Watts Walker Award	2,466	257	2,723
Wallace and Akins Limited Bursary	9,462	1,003	10,465
Professor Sidney Warhaft Memorial Fund	4,457	475	4,932
Samuel Weiner Memorial Fund	27,293	7,232	34,525
The Helga Nielson Westdal Memorial Bursary	2,486	267	2,753
A. Lloyd Wheeler Book Prize		106	106
Dr. Dan Wilmot Scholarship in Music		572	572
Kathy Windsor Memorial Bursary	7,954	1,992	9,946
Winnipeg Branch — Canadian Physiotherapy Association Loan Fund	298	564	862
Winnipeg Dental Society — Dentistry Research Fund	3,500	183	3,683
Winnipeg Women's Air Force Auxiliary Memorial	4,694	146	4,840
J. Wolinsky Scholarship	4,831	647	5,478
Jack Woodhouse Memorial Bursary Fund	2,034	219	2,253
Philip Yaffe Memorial Prize	1,700	86	1,786
Dr. A. A. Yauniskis Memorial Scholarship Fund	9,026	952	9,978
Sarah Zarow Prize in Prosthodontology		564	564
Mary and Joe Zeal Prize	1,063	112	1,175

Schedule 32 **Trusts and Endowments** *(Page 9)*

	Capital Account	*Current Account*	*Total*
The University Investment Trust Fund:			
Pauline and Samuel Zinman Prize in Constitutional Law	$ 1,163	$ 122	$ 1,285
Zonta Club of Winnipeg Bursary	4,239	452	4,691
John J. Zubek Memorial Award for Exellence in Research and Scholarship		938	938
	5,863,292	1,979,490	7,842,782
Less: Loans to Students and Staff, Contra	12,679	93,305	105,984
Subtotal: The University Investment Trust Fund,	5,850,613	1,886,185	7,736,798
Specific Trusts:			
Alberta Award — Administrative Studies	$ 180	$ 2	$ 182
Tim Black Memorial Award	1,000	110	1,110
Stella Boyd Memorial Scholarship	2,569	58	2,627
Estate of Gertrude E. Childs	6,075	1,108	7,183
Joseph Doupé Building Fund		140,326	140,326
Lawrence Genser Music Scholarship	8,222	698	8,920
Hamilton Memorial Research Scholarship	20,000	837	20,837
Dale Henwood Lectureship Fund	6,000	633	6,633
Dr. Ellis J. Jarjour Fund	1,000	70	1,070
Leonard Krueger Centennial Scholarship	1,000	392	1,392
MacLachlan Charitable Trust Fund	150,000	7,320	157,320
Dr. Lorne E. MacLachlan Educational Endowment Fund	50,000	12,608	62,608
Laurell Maley Bursary Fund	1,638		1,638
Roscoe R. Miller Scholarship	7,500	610	8,110
Performing Arts Theatre		200	200
Marcel Richard Memorial Fund	3,860	1,015	4,875
H. E. Sellers Chair of Medicine	1,200,000	29,507	1,229,507
Leslie Michael Shelton Memorial Scholarship	7,100	1,271	8,371
U.I.C. — Paid Up Life		498,052	498,052
University of Manitoba Students' Union — University Centre Building Fund		193,795	193,795
University of Manitoba Awards		40	40
Dr. Max Wachnow Orthodontic Scholarship	7,500	1,038	8,538
The Digby Wheeler Radiological, Educational and Fellowship Trust Fund	514,680	390,226	904,906
	1,988,324	1,279,916	3,268,240
Loans to Students and Staff Made from Trust and Endowments Participating in the University Investment Trust Fund, Contra	12,679	93,305	105,984
Subtotal: Specific Trusts and Endowments,	2,001,003	1,373,221	3,374,224
Total Trusts and Endowments, Schedule 16	$ 7,851,616	$ 3,259,406	$11,111,022

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITY OF MANITOBA PENSION PLAN (1970)

AUDITOR'S REPORT

I report that the financial statements of The University of Manitoba Pension Plan (1970) have been examined under my direction for the fiscal year ended December 31, 1981. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

As a matter of policy, the accompanying financial statements do not take into account actuarial valuations and, therefore, do not reflect the financial position of the Plan on an actuarial valuation basis. The particulars of the latest actuarial valuation are provided in Note 8 to the financial statements.

In our opinion, the financial statements, being Statements 1, 2 and 3, together with the notes thereto, present fairly the financial position of The University of Manitoba Pension Plan (1970) as at December 31, 1981 and the results of its operations for the year then ended in accordance with the accounting policies stated in notes 1 to 3, inclusive, to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick

W. K. Ziprick, C.A.,
Provincial Auditor.

March 24 , 1982.
Winnipeg, Manitoba

Statement 1

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Balance Sheet
As at December 31, 1981
(with 1980 figures for comparison)

	1981	1980
ASSETS		
Funds on Deposit with an Assurance Company	$ 11,230,713	$ 11,840,027
Held by a Trust Company:		
Cash and Short Term Notes	12,066,234	12,102,227
Mortgages	10,268,604	9,547,182
Bonds - Canada, Provincial and Provincial Guaranteed, at amortized cost (Note 2)	21,390,431	18,558,703
Bonds - Corporate, at amortized cost (Note 2)	11,578,211	9,232,064
Stocks - Canadian Common, at market value (Cost, 1981 - $17,754,982; 1980 - $8,915,584)	17,331,151	11,508,321
Stocks - American Common, at market value (Cost, 1981 - $2,967,690; 1980 - $2,083,695)	2,574,950	2,617,440
Stocks - Canadian Preferred, at market value (Cost, 1981 - $709,252; 1980 - $531,490)	680,560	694,712
Stocks - Canada Trust Canadian Pooled Pension Equity Fund, at market value (Cost, 1981 - $1,975,073; 1980 - $1,574,914)	2,829,549	2,628,933
Stocks - Canada Trust American Pooled Pension Equity Fund, at market value (Cost, 1981 - $1,799,668; 1980 - $1,250,489)	1,959,903	1,661,888
Accrued Interest and Dividends Receivable	1,099,250	930,561
	81,778,843	69,482,031
TOTAL ASSETS	$ 93,009,556	$ 81,322,058
LIABILITIES		
Contribution Accounts:		
Members:		
Regular	$ 44,721,397	$ 39,541,704
Voluntary	1,146,203	767,105
	45,867,600	40,308,809
University:		
Regular	42,405,223	37,370,615
General	4,736,733	3,642,634
	47,141,956	41,013,249
TOTAL LIABILITIES	$ 93,009,556	$ 81,322,058

Statement 2

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Statement of Pension Plan Contribution Accounts
For the year ended December 31, 1981
(with 1980 figures for comparison)

	Members Accounts		University Accounts		Total	Total
	Regular	Voluntary	Regular	General	1981	1980
Additions:						
Contributions:						
Members, Regular	$ 4,406,555				$ 4,406,555	$ 3,849,713
Members, Voluntary		$ 415,203			415,203	69,968
University, Regular			$ 4,406,555		4,406,555	3,849,713
Transfer from other Plans	9,584		9,584		19,168	14,032
Withdrawal Credits				$ 272,630	272,630	240,353
Special Payments (Note 9)				445,004	445,004	918,784
	4,416,139	415,203	4,416,139	717,634	9,965,115	8,942,563
Investment Income (Statement 3)	2,591,569	55,086	2,451,787	591,551	5,689,993	9,877,411
	7,007,708	470,289	6,867,926	1,309,185	15,655,108	18,819,974
Deductions:						
Benefits:						
Retirements	821,504	72,832	839,356		1,733,692	1,638,004
Deaths	199,991	18,359	200,793		419,143	78,415
Transfers to other Plans	95,284		95,284		190,568	285,309
Deferred and other Annuities	441,968		429,346		871,314	1,128,822
Refunds	269,268		268,539		537,807	345,241
Supplementary Pensions				215,086	215,086	189,168
	1,828,015	91,191	1,833,318	215,086	3,967,610	3,864,959
Net Increase for the year	5,179,693	379,098	5,034,608	1,094,099	11,687,498	14,955,015
Balance at January 1	39,541,704	767,105	37,370,615	3,642,634	81,322,058	66,367,043
Balance at December 31	$ 44,721,397	$ 1,146,203	$ 42,405,223	$ 4,736,733	$ 93,009,556	$ 81,322,058

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Statement of Investment Income
For the year ended December 31, 1981
(with 1980 figures for comparison)

	1981	1980
Interest:		
Assurance Company Deposit Funds	$ 1,383,916	$ 1,151,815
Cash Balances	91,598	106,239
Short Term Notes	2,152,386	905,496
Mortgages	1,264,001	929,059
Government and Corporate Bonds	2,865,209	2,607,250
Dividends:		
Common Stock - Canadian	638,802	357,822
Common Stock - American	115,564	25,450
Preferred Stock - Canadian	44,368	26,563
Canadian Pooled Pension Equity Fund	128,348	249,263
American Pooled Pension Equity Fund	87,872	119,216
Net increase in accrued income at December 31	168,689	159,764
Total Interest and Dividends	8,940,753	6,637,937
Adjustments:		
Net realized gain on sale of securities	1,645,784	1,482,902
Adjustment of book values of Common Stocks, Preferred Stocks and Pooled Pension Equity Funds to market values	(4,585,672)	2,033,034
Amortization of bonds (Note 2)	(33,880)	(59,554)
	(2,973,768)	3,456,382
	5,966,985	10,094,319
Deduct:		
Administrative Expenses (Note 7):		
Funding Agencies' management fees	206,809	156,483
University of Manitoba administration charge	70,183	60,425
	276,992	216,908
Investment Income (Statement 2)	$ 5,689,993	$ 9,877,411

THE UNIVERSITY OF MANITOBA
PENSION PLAN (1970)

Notes to the Financial Statements
December 31, 1981

ACCOUNTING POLICIES

1. The annual financial statements of the University of Manitoba Pension Plan (1970) are prepared on a cash basis, modified to include accrued investment income on the segregated portfolios of the Pension Plan which are held by a trust company.

2. For the purpose of preparing the financial statements and calculating the investment income to be distributed to the Contribution Accounts, the following basis of valuing assets is observed:

   Short Term Investments and Mortgages at cost.

   Bonds at cost adjusted for amortization of premiums and discounts in excess of one point on a straight line basis to December 31 preceding the maturity date.

   Stocks at market.

3. The investment income of the pension fund is determined quarterly. Investment income for a quarter consists of actual and accrued income, capital gains or losses, realized and unrealized, except for unrealized capital gains or losses on bonds. Actual and accrued expenses chargeable to the Plan are deducted before any distribution is made. Net investment income is distributed pro-rata to the Contribution Accounts based on the number of units held by such accounts at the beginning of the quarter.

GENERAL COMMENTS

4. The University of Manitoba Pension Plan (1970) is a Trusteed Plan. The assets of the Plan are held in the name of The Trustees of The University of Manitoba Pension Plan (1970). There are seven Trustees, one appointed by the Board of Governors of The University of Manitoba and six elected by the contributors to the Pension Plan from within the Plan membership. The University of Manitoba administers the Pension Plan under the terms of an agreement entered into with the Trustees dated December 31, 1973.

5. The University of Manitoba Pension Plan (1970) provides that each Member of the Plan shall have:

   (a) an Employee Contribution Account which is credited with the Member's contributions and share of investment income,

   (b) a University Contribution Account which is credited with contributions equal to the Member's regular contributions and share of investment income.

5. (continued)

At retirement the proceeds of the Member's two accounts are applied to purchase an annuity based on the election made by the Member. This is referred to as the Member's Basic Pension or Money Purchase Pension. The University guarantees that a Member will receive a minimum pension based on an approved formula. To the extent that a Member's Money Purchase Pension is less than the guaranteed amount, the Member will receive a Supplementary Pension to increase the pension to the required level.

6. Since 1970, the Supplementary Pension payments have been made from the University General Account which forms part of the Pension Plan assets. Funds for the University General Account normally originate from the following:

(a) that portion of a Member's University Contribution Account which is forfeited when a terminating Member elects a cash settlement of his or her pension accumulation,

(b) the annual payment required to amortize the unfunded liability of the Plan as established by the University's actuary paid into the University General Account by the University from the Special Fund for Benefit Improvement and Maintenance,

(c) interest earned on the Account.

The Special Fund for Benefit Improvement and Maintenance is not part of the Pension Plan. It is included as an asset in the financial statements of the University.

7. The requirements for determining investment income for allocation purposes include the charging of administrative expenses against income. These expenses consist of management and custodial fees charged by the three funding agencies of the Plan. In addition certain salary and benefit costs of the Treasurer's Office are borne by the Plan. All other direct and indirect expenses are absorbed by the University.

8. An actuarial valuation of the Plan was completed during 1980 as of December 31, 1979. This valuation was filed with the Manitoba Pension Commission. The next valuation of the Plan will be undertaken as of December 31, 1981. The Unfunded Liability of the University of Manitoba Pension Plan (1970) as of December 31, 1979 was $3,187,000. The annual special payment to liquidate the Unfunded Liability by December 31, 2000 is $284,000.

8. (continued)

As of December 31, 1981, the annual special payment to liquidate the Unfunded Liability as required by the Pension Benefits Act of Manitoba has been made. This payment was made from the University Special Fund for Benefit Improvement and Maintenance.

9. The special payments of $445,004 shown on Statement 2 include $284,000 applicable to the annual special payment to retire the Unfunded Liability, an additional $160,744 relating to a plan amendment to provide an additional year of credited service for certain support staff members, and $260 applicable to a miscellaneous item.

The one-time special payment of $160,744, referred to above, funded the increase in liability, as determined by the University Actuary, arising from this Plan amendment. As a result, there is no increase in the Unfunded Liability from that contained in the actuarial report. The amendment has been approved by the Manitoba Pension Commission. This payment was made from the employee share of the University Unemployment Insurance - Premium Reduction Fund.

MANITOBA

PROVINCE OF MANITOBA
PROVINCIAL AUDITOR

THE UNIVERSITY OF WINNIPEG

AUDITOR'S REPORT

I report that the financial statements of The University of Winnipeg have been examined under my direction for the fiscal year ended March 31, 1982. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, the financial statements, being Exhibits A to H, and Schedules 1 to 3, present fairly the financial position of The University of Winnipeg as at March 31, 1982 and the results of its operations for the year then ended in accordance with the accounting policies stated in note 1 to the financial statements applied on a basis consistent with that of the preceding year.

W.K. Ziprick
W. K. Ziprick, C.A.,
Provincial Auditor.

June 15, 1982,
Winnipeg, Manitoba.

Exhibit A

THE UNIVERSITY OF WINNIPEG
Balance Sheet
as at March 31, 1982
(with comparative figures for 1981)

ASSETS	1982	1981
OPERATING FUND		
Current assets:		
Cash	$ 48,937	$ 74,818
Investments - short term, at cost, Schedule 3	399,188	300,000
Accounts receivable (Note 2)	323,420	300,490
Expenditures recoverable from research grants	98,115	75,849
Capital grants receivable	10,117	8,123
Interest receivable	3,637	4,579
Due from Special Purpose and Restricted Funds	76,051	8,783
Prepaid expenses	137,907	171,107
Bookstore inventory, at cost	176,409	125,124
	1,273,781	1,068,873
Property, plant and equipment (Note 3)	45,369,460	44,419,530
	$46,643,241	$45,488,403
UNIVERSITY OF WINNIPEG RETIREMENT PLAN (Note 4)		
Cash	$ -	$ 48
Interest receivable	239,532	174,054
Due from Operating Fund	(455)	1,563
Investments, at cost, Schedule 3	10,535,815	8,774,375
	$10,774,892	$ 8,950,040
SPECIAL PURPOSE AND RESTRICTED FUNDS (Note 5)		
Assets held for specific trusts:		
Interest and loans receivable	$ 21,102	$ 21,168
Due from General Endowment	1,143,406	1,033,001
Investments, at cost, Schedule 3	677,974	662,979
	1,842,482	1,717,148
Assets held for General Endowment:		
Cash	76,220	66,316
Interest receivable	95,133	92,373
Loan to The University of Winnipeg Faculty and Staff Club Inc. (Note 6)	43,986	44,386
Investments, at cost, Schedule 3	3,936,104	3,556,804
	4,151,443	3,759,879
	$ 5,993,925	$ 5,477,027
	$63,412,058	$59,915,470

The accompanying notes are an integral part of the financial statements.

LIABILITIES

OPERATING FUND

	1982	1981
Current liabilities:		
Accounts payable and accrued liabilities	$ 749,790	$ 630,569
Deferred income	105,141	77,997
Due to University of Winnipeg Retirement Plan	(455)	1,563
Funds held for research and sundry projects	184,773	135,826
	1,039,249	845,955
Long-term liabilities:		
5 3/8% Mortgage, $20,028 principal and interest payable semi-annually, to April 2, 2012	601,260	608,696
7% Mortgage, $577 principal and interest payable monthly, to July 1, 1984	15,372	21,021
	616,632	629,717
Contributed equity, Exhibit E	44,694,129	43,736,763
Operating equity, Exhibit E	293,231	275,968
	$46,643,241	$45,488,403

UNIVERSITY OF WINNIPEG RETIREMENT PLAN (Note 4)

	1982	1981
Accounts payable	$ -	$ 7,434
Reserve for present and future pension benefits, Exhibit F	10,774,892	8,942,606
	$10,774,892	$ 8,950,040

SPECIAL PURPOSE AND RESTRICTED FUNDS (Note 5)

	1982	1981
Specific trusts, Exhibit G:		
Accounts payable	$ 298	$ 264
Scholarships and Bursaries Endowment	764,397	668,268
Theological Endowment	243,302	278,325
Chair in Mennonite Studies Endowment	687,126	677,974
Other Restricted Purposes Endowment	147,359	92,317
	1,842,482	1,717,148
General Endowment:		
Accounts payable	1,298	1,358
Due to Operating Fund	76,051	8,783
Due to specific trusts	1,143,406	1,033,001
General Endowment, Exhibit G	2,930,688	2,716,737
	4,151,443	3,759,879
	$ 5,993,925	$ 5,477,027
	$63,412,058	$59,915,470

Exhibit B

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Statement of Operating Expenses and Revenues for the year ended March 31, 1982
(with comparative budget and prior year's figures)

Expenses:

Academic, Schedule 1

Library, Schedule 1

Administration, Schedule 1

Maintenance, Schedule 1

Student services, Schedule 1

Computer centre

Renovations

Furnishings and equipment

Mortgage

Ancillary services, loss, Schedule 2

Revenues:

Student academic fees - regular session
- summer and evening

Grants and gifts:
Universities Grants Commission - operating
- non-recurring
Transferred from Special Purpose and Restricted Funds (Note 5)
Assisted research grants
Interest earned
Miscellaneous

Excess of revenues over expenses, Exhibit E

The accompanying notes are an integral part of the financial statements.

General	Specific	Total 1982	Budget 1982 (Note 1)	Budget Variance	Total 1981
$ 9,398,549	$ 1,025,596	$10,424,145	$10,088,728	$335,417	$ 9,086,911
1,187,275	15,709	1,202,984	1,203,609	(625)	1,035,863
1,704,384	1,194	1,705,578	1,615,394	90,184	1,437,234
1,658,611	-	1,658,611	1,665,800	(7,189)	1,524,806
577,065	-	577,065	593,900	(16,835)	531,485
296,360	-	296,360	309,600	(13,240)	274,123
-	227,437	227,437	227,437	-	411,993
20,855	251,866	272,721	267,334	5,387	145,670
-	40,055	40,055	40,055	-	40,055
-	2,076	2,076	2,076	-	12,029
14,843,099	1,563,933	16,407,032	16,013,933	393,099	14,500,169
2,084,487	-	2,084,487	1,952,700	131,787	1,793,113
914,525	-	914,525	716,000	198,525	649,247
2,999,012	-	2,999,012	2,668,700	330,312	2,442,360
11,669,955	40,055	11,710,010	11,709,955	55	10,066,455
-	469,189	469,189	469,189	-	524,199
-	437,077	437,077	437,077	-	409,385
-	588,737	588,737	588,737	-	578,143
121,580	-	121,580	61,400	60,180	90,484
56,493	28,875	85,368	78,875	6,493	50,251
14,847,040	1,563,933	16,410,973	16,013,933	397,040	14,161,277
$ 3,941	$ -	$ 3,941	$ -	$ 3,941	$ (338,892)

Exhibit C

THE UNIVERSITY OF WINNIPEG
Collegiate Division
Statement of Operating Expenset and Revenues
for the year ended March 31, 1982
(with comparative figures for 1981)

	1982	1981	Variance
Direct expenses:			
Salaries - regular session (Note 7)	$410,221	$365,417	$ 44,804
- other sessions	73,600	45,320	28,280
Staff benefits	29,499	25,195	4,304
General	31,729	35,095	(3,366)
Furnishings, equipment and renovations	62,312	17,871	44,441
	607,361	488,898	118,463
Allocated expenses:			
Administration	32,590	28,524	4,066
Athletics	14,293	12,597	1,696
Library	15,259	13,219	2,040
Maintenance	34,870	30,124	4,746
	97,012	84,464	12,548
Scholarships - paid from endowment	18,930	13,917	5,013
Total expenses	723,303	587,279	136,024
Revenues:			
Tuition fees - regular session	483,886	391,310	92,576
- other sessions	166,670	109,350	57,320
	650,556	500,660	149,896
Grant from the Province of Manitoba	175,303	146,969	28,334
Federal Grant for language instruction	735	729	6
Transfer from Scholarship Endowment	18,930	13,917	5,013
	845,524	662,275	183,249
Excess of revenues over expenses	$122,221	$ 74,996	$ 47,225
Transfer to General Endowment (Note 5)	$122,221	$ 74,996	$ 47,225

The accompanying notes are an integral part of the financial statements.

Exhibit D

THE UNIVERSITY OF WINNIPEG
Faculty of Theology
Statement of Operating Expenses and Revenues
for the year ended March 31, 1982
(with comparative figures for 1981)

	1982	1981	Variance
Direct expenses:			
Salaries	$124,847	$104,039	$ 20,808
Staff benefits	8,177	7,266	911
General	12,046	9,853	2,193
Travel	6,456	5,096	1,360
	151,526	126,254	25,272
Allocated expenses:			
Administration	911	770	141
Library	1,280	1,480	(200)
Maintenance	9,427	8,541	886
	11,618	10,791	827
Scholarships - paid from endowment	1,150	1,750	(600)
Total	164,294	138,795	25,499
Revenues:			
Fees	42,885	43,531	(646)
Transfers from endowment (Note 5)			
Grant from United Church	48,075	45,075	3,000
Theological endowment income	27,354	27,022	832
Scholarship endowment income	1,150	1,750	(600)
	$119,964	$117,378	$ 2,586
Excess of expenses over revenues	$ 44,330	$ 21,417	$ 22,913
Transfer from General Endowment	$ 44,330	$ 21,417	$ 22,913

The accompanying notes are an integral part of the financial statements.

Exhibit E

THE UNIVERSITY OF WINNIPEG
Statement of University Equity
for the year ended March 31, 1982
(with comparative figures for 1981)

	1982	1981
Contributed equity in property, plant and equipment, including appraisal surplus of $20,249,082.		
Balance at beginning of year	$43,736,763	$42,761,914
Capital Grants from Universities Grants Commission:		
Buildings and contents (not included in appraisal)	174,456	391,643
Mortgage reductions	7,436	7,052
Capitalization of fixed asset purchases included in expenses, at cost:		
Furnishings and equipment	315,947	159,991
Library books	413,347	351,358
Capitalization of fixed asset purchases from special grants	47,180	64,805
Less: Disposal of furnishings and equipment	(1,000)	-
Balance at end of year, Exhibit A	$44,694,129	$43,736,763
Operating equity:		
Balance at beginning of year	$ 275,968	$ 614,670
Adjustment of prior year's operations	13,322	190
	289,290	614,860
Excess of revenues over expenses, Exhibit B	3,941	(338,892)
Balance at end of year, Exhibit A	$ 293,231	$ 275,968

The accompanying notes are an integral part of the financial statements.

Exhibit F

THE UNIVERSITY OF WINNIPEG
Reserve for Present and Future Pension Benefits
for the year ended March 31, 1982
(with comparative figures for 1981)

	1982	1981
Opening Balance, April 1st (Note 4)	$ 8,942,606	$ 7,442,234
Additions:		
Contributions by members	470,563	413,659
Contributions by University	470,563	413,659
Paid by Disability Insurance plan	-	268
Adjustment of prior year's contributions	-	(1,730)
Transfer from other plans	12,239	-
Refund from group annuity contract	53,053	23,010
Investment income	1,038,521	820,822
Realized gain on sale of securities	1,483	-
	2,046,422	1,669,688
Deductions:		
Benefits:		
Retirements	76,883	58,820
Refunds and transfers to other plans	107,726	78,017
Deaths	-	-
	184,609	136,837
Administration expenses:		
Great-West Life Assurance Company - Administrator	7,912	7,446
- Investment Fee	12,769	12,660
Canada Permanent Trust - Custodian	6,703	5,888
Actuarial fee	2,143	6,485
	29,527	32,479
	214,136	169,316
Closing Balance, March 31st, Exhibit A	$10,774,892	$ 8,942,606

The accompanying notes are an integral part of the financial statements.

Exhibit G

THE UNIVERSITY OF WINNIPEG
Statement of Special Purpose and Restricted Funds (Note 5) for the year ended March 31, 1982

	Scholarships and Bursaries Endowment	Theological Endowment
Capital accounts:		
Balances at beginning of year	$430,240	$236,214
Add: Gifts and bequests	20,206	-
Transfer from current account	1,214	-
Inter-fund transfers	-	(27,400)
Balances at end of year	451,660	208,814
Current accounts:		
Balances at beginning of year	238,028	42,111
Add:		
Gifts and bequests	166,340	4,000
Grant - United Church of Canada	-	48,075
Investment income	67,380	23,854
Inter-fund transfers	208,040	36,707
	441,760	112,636
Deduct:		
Trustees' fees	-	-
Increase in loans	-	-
Transfer to Operating Fund (Note 5)	365,837	120,259
Transfer to capital account	1,214	-
	367,051	120,259
Balances at end of year	312,737	34,488
Totals, Exhibit A	$764,397	$243,302

The accompanying notes are an integral part of the financial statements.

Chair in Mennonite Studies Endowment	Other Restricted Purposes Endowment	General Endowment	Endowment Total
$662,979	$ 61,886	$1,357,104	$2,748,423
-	1,046	-	21,252
14,995	-	-	16,209
-	27,400	-	-
677,974	90,332	1,357,104	2,785,884
14,995	30,431	1,359,633	1,685,198
-	36,603	254	207,197
-	-	50,000	98,075
71,799	13,748	301,318	478,099
-	10,312	(255,059)	-
71,799	60,663	96,513	783,371
538	-	2,387	2,925
-	7,252	-	7,252
62,109	26,815	(119,825)	455,195
14,995	-	-	16,209
77,642	34,067	(117,438)	481,581
9,152	57,027	1,573,584	1,986,988
$687,126	$147,359	$2,930,688	$4,772,872

Exhibit H

THE UNIVERSITY OF WINNIPEG
Notes to Financial Statements
for the year ended March 31, 1982

1. Accounting Policies and Reporting Practices

The accounts of the University are maintained in accordance with the principles of fund accounting in order that restrictions placed on the use of funds are observed.

The financial statements are prepared using the accrual basis of accounting, exceptions to which have been made annually with respect to fuel and light and power. The grant from the Province of Manitoba to the Collegiate Division is taken into revenue in the fiscal year in which it is awarded.

Assisted research in academic expenditures includes the amount expended from income designated specifically for research projects. This practice is consistent with that followed by most Canadian universities.

Amounts expended from income received from Special Purpose and Restricted Funds are similarly shown on the Statement of Operating Expenses and Revenues.

Property taxes levied by the City of Winnipeg do not appear in the accounts of the University because they are paid by the Province of Manitoba.

Budget amounts have been restated, from those approved by the Board of Regents, to include specific expenses and revenues, for the purpose of providing a meaningful comparison with actual operating results. Prior year's figures have also been restated in a few cases for comparative purposes.

The University has under lease, with the option to purchase, approximately $507,000 of computer equipment. The latest lease expiry date is April 1st, 1988. The University follows a practice of charging the leasing costs to operating expense and not capitalizing the asset value of the equipment until the option to purchase has been exercised.

Fixed assets are acquired from grants and operating funds. Buildings and new construction (including development expenditures) acquired from capital grants from the Universities Grants Commission are taken directly into contributed equity with the addition being reflected in the fixed asset accounts. Furnishings and equipment and library books shown as operating expenses in the year of acquisition are also added to contributed equity and the fixed asset accounts.

No provision is made for depreciation of fixed assets.

2. Accounts Receivable of $323,420 are net of an allowance for doubtful accounts of $55,860 (1981 - $300,490 net of allowance of $31,284). Tuition fees receivable are $233,980, 61.7% of the total (1981 - $155,248 - 46.8%), the increase in which accounts entirely for the increase in total receivables. The total includes a grant receivable of $21,592 from the Province of Manitoba for a Conversational French Program.

3. Property, plant and equipment

Land was appraised by the Royal Trust Company as of March 31, 1968. Buildings were appraised by the National Appraisal Consultants Ltd. who reported projected replacement values as of March 31, 1978. Furnishings, equipment and library books were appraised by the General Appraisal Company as of February 21, 1967. Subsequent additions have been recorded at cost.

Details of property, plant and equipment follow:

	1982	1981
Land	$ 2,947,000	$ 2,947,000
Buildings	31,500,241	31,325,785
Furnishings and equipment	5,381,315	5,019,188
Library books	4,393,448	3,980,101
Property held for future expansion, at cost	1,147,456	1,147,456
	$45,369,460	$44,419,530

In the 1978/79 fiscal year, the University purchased two properties at a cost of $43,852 in excess of capital grants available through the Universities Grants Commission. This balance will be the subject of a future claim to the Commission.

4. (a) University of Winnipeg Retirement Plan

The Plan is administered under a trust agreement by five trustees, two appointed by and from the Board of Regents of the University and three elected by and from the contributors, two of whom are elected by the academic staff and one by the support staff. The trustees have appointed the Great-West Life Assurance Company as administrator of the Plan and the Canada Permanent Trust as custodian of its assets. A Pension Investment Committee has been appointed to invest the assets of the fund, two members of which have been appointed by the Board of Regents of the University and one by the Lieutenant-Governor-in-Council.

A revised actuarial valuation as at September 1, 1979 by Eckler, Brown & Segal, Actuaries, reports a surplus of $42,093 after giving effect to three amendments to the Plan approved by the Board of Regents in May, 1981. The Trustees have requested a valuation at September 1, 1982 in accordance with terms of the Pension Trust Agreement.

In accordance with the Plan, the University agrees to provide specified pensions to its employees therefore any unfunded liability is the responsibility of the University.

(b) Special pensions

Under the terms of certain special employment contracts the University is required to pay pension benefits in excess of those provided by the Retirement Plan. In addition, the University has voluntarily augmented the pensions of employees who retired under the terms of a prior plan. The University follows the policy of charging such pension payments to operations as they are made. The charge for the current year amounted to $55,674.

5. Special Purpose and Restricted Funds

Endowment funds are consolidated for more efficient management except that the funds of the Chair in Mennonite Studies Endowment are kept in a separate account at the request of the donor. All funds are currently in the custody of the Royal Trust Corporation.

Investment income from the consolidated fund is allocated to the endowments based on the average quarterly balances of each.

Details of transfers to Operating Fund

		Scholarships and Bursaries Endowment	Exhibit B
Faculty of Arts & Science, Schedule 1, Page 1		$ 345,757	$345,757
Collegiate Division, Exhibit C		18,930	
Faculty of Theology, Exhibit D		1,150	
Exhibit G		$ 365,837	
		Theological Endowment	
Faculty of Theology, Exhibit D			
United Church grant		$ 48,075	
Investment income	$23,854		
Gifts and grants	4,000	27,854	
Transfer from General Endowment		44,330	
Exhibit G		$ 120,259	
Chair in Mennonite Studies Endowment, Exhibit G (Salaries and other expenses)		$ 62,109	$ 62,109
Other Restricted Purposes Endowment, Exhibit G (Books, visiting lecturers and other expenses)		26,815	26,815
		General Endowment	
Faculty of Arts & Science, Exhibit B			
Ancillary Services, Loss		$ 2,076	$ 2,076
Books, Schedule 1, Page 1		320	320
Collegiate Division, Exhibit C		(122,221)	
Exhibit G		$(119,825)	
Exhibit B			$437,077
Exhibit G		$ 455,195	

6. Loan to the University of Winnipeg Faculty and Staff Club Inc.

The loan to the Club originally made from the Operating Fund has been assumed from Endowment Funds as of April 1, 1979. Henceforth this loan will be interest free, with the understanding that the Club will repay the loan at the rate of not less than $1,000 per year. The loan was reduced by payments of $400 during the past year and is currently being reduced by payments of $100 monthly.

7. Collegiate Division

No provision has been made for salary rate increases for regular teaching staff of the Collegiate Division in the past year. Negotiations are in progress on a first contract between the University and the University of Winnipeg Faculty Association.

Schedule 1

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Schedule of Operating Expenses
for the year ended March 31, 1982
(with comparative budget and prior year's figures)

	General	Specific
Academic:		
Salaries - regular session - academic	$6,299,281	$ 78,651
- support	1,299,067	-
	7,598,348	78,651
Salaries - summer and evening sessions	717,404	-
Staff benefits	541,701	3,267
Audio-visual aids	80,453	26
General - summer and evening sessions	43,755	734
- regular session	16,478	318
Laboratory	208,753	-
Professional development	17,581	-
Research	61,329	4,558
Assisted research	-	588,737
Scholarships	-	345,757
Technical equipment maintenance	28,148	-
Visiting lecturers and conferences	17,477	3,548
Moving allowances	16,588	-
Travel	50,534	-
Exhibit B	$9,398,549	$1,025,596
Library:		
Salaries	$ 695,441	$ -
Staff benefits	52,068	-
Acquisitions	397,638	15,709
Binding and supplies	58,667	-
Transfer of expenses to Collegiate and Theology	(16,539)	-
Exhibit B	$1,187,275	$ 15,709
Administration:		
Salaries	$ 958,801	$ -
Staff benefits	74,503	-
Audit and legal	30,178	-
Bad debts	44,359	-
Convocation	25,013	-
Fees and dues	26,079	-
General	47,884	1,194
Postage	110,849	-
Printing and stationery	206,892	-
Public relations	51,785	-
High school brochures and visits	15,594	-
Registration	33,115	-
Special pensions	55,674	-
Telephone and telegraph	29,087	-
Travel	36,016	-
Transfer of expenses to Collegiate, Theology and Ancillary Services	(41,445)	-
Exhibit B	$1,704,384	$ 1,194

The accompanying notes are an integral part of the financial statements.

Total 1982	Budget 1982 (Note 1)	Budget Variance	Total 1981
$6,377,932	$6,185,451	$192,481	$5,480,048
1,299,067	1,288,600	10,467	1,169,562
7,676,999	7,474,051	202,948	6,649,610
717,404	606,300	111,104	609,528
544,968	556,267	(11,299)	456,341
80,479	77,226	3,253	70,787
44,489	30,734	13,755	17,727
16,796	9,318	7,478	17,225
208,753	197,632	11,121	188,767
17,581	15,000	2,581	15,456
65,887	69,558	(3,671)	51,040
588,737	588,737	-	578,143
345,757	345,757	-	331,185
28,148	29,200	(1,052)	24,517
21,025	25,348	(4,323)	13,945
16,588	13,000	3,588	17,690
50,534	50,600	(66)	44,950
$10,424,145	$10,088,728	$335,417	$9,086,911
$ 695,441	$ 711,900	$(16,459)	$ 605,982
52,068	50,000	2,068	41,432
413,347	399,309	14,038	351,112
58,667	57,400	1,267	52,036
(16,539)	(15,000)	(1,539)	(14,699)
$ 1,202,984	$ 1,203,609	$ (625)	$1,035,863
$ 958,801	$ 911,700	$ 47,101	$ 816,825
74,503	76,200	(1,697)	58,078
30,178	36,000	(5,822)	31,579
44,359	14,000	30,359	(6,344)
25,013	19,000	6,013	17,867
26,079	30,000	(3,921)	24,103
49,078	35,194	13,884	47,827
110,849	122,900	(12,051)	102,834
206,892	185,200	21,692	186,325
51,785	61,200	(9,415)	46,350
15,594	16,800	(1,206)	33,028
33,115	29,400	3,715	27,220
55,674	55,100	574	38,996
29,087	26,000	3,087	22,574
36,016	27,500	8,516	25,784
(41,445)	(30,800)	(10,645)	(35,812)
$ 1,705,578	$ 1,615,394	$ 90,184	$1,437,234

Schedule 1

THE UNIVERSITY OF WINNIPEG
Faculty of Arts and Science
Schedule of Operating Expenses
for the year ended March 31, 1982
(with comparative budget and prior year's figures)

	Total 1982	Budget 1982 (Note 1)	Budget Variance	Total 1981
Maintenance:				
Salaries	$ 535,552	$ 536,800	$ (1,248)	$ 508,966
Staff benefits	52,253	51,800	453	39,397
Cleaning	358,238	374,000	(15,762)	352,294
Fuel	197,696	188,000	9,696	154,792
General	7,370	7,500	(130)	6,660
Insurance	42,332	40,000	2,332	36,204
Light and power	256,979	252,000	4,979	270,088
Repairs	190,396	184,000	6,396	172,063
Security services	118,613	123,200	(4,587)	73,836
Telephone	53,014	53,000	14	50,441
Water	28,985	28,000	985	23,845
Transfer of expenses:				
Collegiate and Theology	(44,687)	(40,900)	(3,787)	(38,805)
Ancillary Services	(138,130)	(131,600)	(6,530)	(124,975)
Exhibit B	$1,658,611	$1,665,800	$ (7,189)	$1,524,806

	Total 1982	Budget 1982 (Note 1)	Budget Variance	Total 1981
Student services:				
Athletics - salaries	$ 220,737	$ 226,300	$ (5,563)	$ 203,451
- benefits	13,722	10,800	2,922	8,913
- expenses	74,099	68,800	5,299	61,904
- travel	75,875	72,000	3,875	69,030
Transfer of expenses to Collegiate	(14,293)	(11,800)	(2,493)	(12,597)
	370,140	366,100	4,040	330,701
Alumni	36,030	49,000	(12,970)	41,127
Awards office	31,416	31,400	16	29,936
Counselling	117,950	121,200	(3,250)	112,704
Health service	10,557	16,500	(5,943)	6,852
Student activities	10,972	9,700	1,272	10,165
Exhibit B	$ 577,065	$ 593,900	$(16,835)	$ 531,485

The accompanying notes are an integral part of the financial statements.

Schedule 2

THE UNIVERSITY OF WINNIPEG
Ancillary Services
Statement of Revenues and Expenses
for the year ended March 31, 1982
(with comparative figures for 1981)

	Sales and Rentals	Expenses	Excess (deficiency) of Revenues over Expenses	
			1982	1981
Bookstore	$ 790,126	$ 762,559	$ 27,567	$ 17,075
Residences	96,446	120,277	(23,831)	(24,280)
Food services	144,593	141,370	3,223	(2,153)
Parking	43,364	52,399	(9,035)	(2,671)
	$1,074,529	$1,076,605		
Totals, Exhibit B			$ (2,076)	$(12,029)

Details of allocated charges included in Expenses

	Administrative	Maintenance	Total
Bookstore	$ 7,944	$ 7,609	$ 15,553
Residences		65,057	65,057
Food services		59,942	59,942
Parking		5,522	5,522
	$ 7,944	$138,130	$146,074

The accompanying notes are an integral part of the financial statements.

Schedule 3

THE UNIVERSITY OF WINNIPEG
Summary of Investments (Note 5)
as at March 31, 1982

	Operating	Chair in Mennonite Studies Endowment	General Endowment	Retirement Plan
Bonds and debentures				
Government of Canada	$ 49,188	$646,719	$1,031,018	$ 4,471,894
Provincial	-	-	50,000	-
Provincial guaranteed	-	-	222,102	1,102,781
Municipal	-	-	74,775	-
Corporate	-	-	1,839,209	971,750
	49,188	646,719	3,217,104	6,546,425
Great-West Life Assurance Company pooled funds	-	-	-	494,996
Short-term	350,000	31,255	700,000	840,428
Mortgages	-	-	-	1,791,471
Stocks	-	-	19,000	862,495
Totals, Exhibit A	$399,188	$677,974	$3,936,104	$10,535,815

The accompanying notes are an integral part of the financial statements.

To the Shareholder of
  Venture Manitoba Tours Ltd.:

We have examined the balance sheet of Venture Manitoba Tours Ltd. as at March 31, 1982 and the statements of income and deficit and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the company as at March 31, 1982 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Deloitte Haskins & Sells

Auditors

July 7, 1982

VENTURE MANITOBA TOURS LTD.

BALANCE SHEET

MARCH 31, 1982

ASSETS

	1982	1981
CURRENT ASSETS		
Cash and short-term deposits	$263,358	$ 38,096
Accounts receivable	72,122	43,078
Inventories - at the lower of cost and net realizable value	45,730	28,061
Prepaid expenses	17,248	33,713
	398,458	142,948
FIXED ASSETS (Note 1)	76,229	49,088
	$474,687	$192,036

LIABILITIES

CURRENT LIABILITIES		
Bank loan	$ 16,000	$ -
Accounts payable and accrued charges	185,251	126,170
Advance deposits	41,889	27,736
	243,140	153,906

SHAREHOLDER'S EQUITY

SHARE CAPITAL		
Authorized - 1,500,000 shares		
Issued and fully paid - 556,000 shares	556,000	556,000
DEFICIT	(324,453)	(517,870)
	231,547	38,130
	$474,687	$192,036

VENTURE MANITOBA TOURS LTD.

STATEMENT OF INCOME AND DEFICIT

YEAR ENDED MARCH 31, 1982

	Rooms and Other Income	Food	Beverage	1982	1981
SALES - Schedule 1	$663,612	$562,605	$165,705	$1,391,922	$1,071,639
COST OF SALES	35,649	184,779	52,239	272,667	233,262
GROSS PROFIT	627,963	377,826	113,466	1,119,255	838,377
DEPARTMENTAL EXPENSES					
Salaries and wages	114,361	211,809	27,190	353,360	306,583
Other	26,158	29,616	3,337	59,111	59,402
	140,519	241,425	30,527	412,471	365,985
DEPARTMENTAL INCOME BEFORE THE FOLLOWING	$487,444	$136,401	$ 82,939	706,784	472,392
GENERAL AND ADMINISTRATIVE EXPENSES					
Maintenance and utilities - Schedule 2				228,556	197,170
Administration - Schedule 3				284,811	231,649
				513,367	428,819
INCOME				193,417	43,573
DEFICIT, BEGINNING OF YEAR				517,870	561,443
DEFICIT, END OF YEAR				$ 324,453	$ 517,870

VENTURE MANITOBA TOURS LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED MARCH 31, 1982

	1982	1981
SOURCES OF WORKING CAPITAL		
Operations		
Net income	$193,417	$ 43,573
Items not affecting working capital		
Depreciation	16,730	10,522
Loss on sale of fixed assets	1,013	-
	211,160	54,095
Proceeds on sale of fixed assets	1,800	-
	212,960	54,095
USES OF WORKING CAPITAL		
Additions to fixed assets	46,684	22,106
INCREASE IN WORKING CAPITAL	166,276	31,989
WORKING CAPITAL DEFICIENCY, BEGINNING OF YEAR	10,958	42,947
WORKING CAPITAL (DEFICIENCY), END OF YEAR	$155,318	$(10,958)

VENTURE MANITOBA TOURS LTD.

NOTES TO THE FINANCIAL STATEMENTS

MARCH 31, 1982

1. OWNERSHIP OF HOTEL FACILITIES

The fixed assets of Gull Harbour Resort Hotel, including land, buildings, improvements, fixtures and equipment, are owned by the Province of Manitoba except for those assets which are shown in the company's balance sheet. The company operates the hotel for its own account without rental charge by the Province.

Assets owned by the company:

	1982			1981
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Furniture and fixtures	$ 14,057	$ 4,647	$ 9,410	$ 4,350
Leasehold improvements	53,815	16,160	37,655	21,765
Automobiles	10,235	2,303	7,932	3,041
Staff trailers	23,189	5,957	17,232	19,932
	101,296	29,067	72,229	49,088
Construction in progress - kitchen expansion	4,000	-	4,000	-
	$105,296	$29,067	$76,229	$49,088

2. INCOME TAXES

The company is a crown corporation of the Province of Manitoba and is not subject to income taxes.

3. COMMITMENTS

Subsequent to March 31, 1982 the company entered into contracts for the expansion and renovation of the kitchen facilities at the hotel at an estimated cost of $580,000. The project will be financed from operating profits of the company and a loan of $325,000 from the Province of Manitoba. The loan will be repayable by annual payments of $100,000 plus interest at 16%.

4. COMPARATIVE FIGURES

Certain of the prior year's comparative figures have been reclassified to conform to the current year's presentation.

SCHEDULE 1

VENTURE MANITOBA TOURS LTD.

SCHEDULE OF FOOD AND BEVERAGE SALES

YEAR ENDED MARCH 31, 1982

	Food		Beverage	
	1982	1981	1982	1981
Coffee shop and dining room	$305,190	$315,945	$ 57,460	$ 48,905
Lounge	65,286	10,043	78,274	56,045
Banquet	187,720	113,302	29,114	26,737
Other	4,409	622	857	1,374
	$562,605	$439,912	$165,705	$133,061

SCHEDULE 2

VENTURE MANITOBA TOURS LTD.

SCHEDULE OF MAINTENANCE AND UTILITIES EXPENSES

YEAR ENDED MARCH 31, 1982

	1982	1981
Air conditioning	$ 1,639	$ 1,221
Automobile	2,911	5,678
Depreciation - van, trailer, equipment and improvements	16,730	10,021
Equipment and parts	9,569	5,609
Furniture	1,156	918
Hydro	40,004	41,391
Light bulbs	165	1,697
Maintenance services - Parks Branch	28,872	22,931
Miscellaneous	20,213	12,899
Propane	71,149	52,976
Repairs - hotel	7,502	7,423
Repairs - staff quarters	803	2,419
Salaries and wages	27,843	31,987
	$228,556	$197,170

SCHEDULE 3

VENTURE MANITOBA TOURS LTD.

SCHEDULE OF ADMINISTRATION EXPENSES

YEAR ENDED MARCH 31, 1982

	1982	1981
Administrative services	$ 66,139	$ 8,883
Advertising and promotion	14,207	13,167
Automobile	4,279	4,930
Bad debt expense	3,324	107
Bank charges	1,832	346
Cash (over) and short	648	(223)
Credit card discount	5,288	8,654
Equipment rental	2,662	2,130
Interest	1,056	646
Insurance	24,769	24,185
Legal, accounting and audit	7,928	16,699
Licenses	15	405
Miscellaneous	10,957	12,222
NCR contract	1,427	1,188
Postage	1,864	1,446
Printing and stationery	4,047	4,604
Salaries and wages	104,608	110,738
Subscriptions and memberships	1,728	1,030
Telephone	18,445	14,262
Travel	9,588	6,230
	$284,811	$231,649

Meyers
Norris
Penny & Co.

Chartered Accountants

15th April 1982

The Members of the Board
The Whitemud Watershed Conservation
District, No. One
Neepawa, Manitoba

AUDITORS' REPORT

We have examined the balance sheet of The Whitemud Watershed Conservation District, No. One as at 31st December 1981 and the statements of revenue and expenditures of the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the District as at 31st December 1981 and the results of its operations for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Meyers Norris Penny & Co.
Chartered Accountants

P.O. BOX 1270 160 - 14TH STREET BRANDON MANITOBA R7A 6A4 TELEPHONE (204) 727-0861
Offices in Brandon, Killarney, Neepawa, Souris, Virden, Winnipeg – Manitoba

R.A. Meyers, C.A.
D.W.A. Norris C.A.
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R.D. Baker, C.A.

J.M. McLaren, C.A.
J.R. Morrow, C.A.
P.E.W. Sawyer, C.A.
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D.H. Dennison, C.A.
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G.A. Hemme, C.A.
J.E. Finlayson, C.A.

D.M. McConnell, C.A.
T.D. Kirkup, C.A.
F.A. Thorsteinson, C.A.
P.B. Eskersley, C.A.
J.D. Stewart, C.A.

STATEMENT 1 THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

BALANCE SHEET AS AT 31ST DECEMBER 1981

	1981 $	1980 $
ASSETS		
CURRENT ASSETS		
Cash	49,612	51,967
Term deposits	50,000	100,000
Accounts receivable	67,521	36,699
Inventory of supplies	30,043	26,217
Deferred charges and accrued interest	2,077	6,283
	199,253	221,166
FIXED ASSETS NOTE 2	44,818	54,582
	244,071	275,748
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	68,280	108,880
Customer deposits	1,107	1,287
	69,387	110,167
SURPLUS		
WATERSHED PROGRAMS		
Sub-District Program - STATEMENT 2	(5,969)	6,018
General Board Program - STATEMENT 3	69,923	67,956
Equipment Program - STATEMENT 4	43,786	27,048
Inventory Program - STATEMENT 5	37,739	37,835
Emergency Reserve	30,000	30,000
	175,479	168,857
Rosedale Farm Program Deficit - STATEMENT 6	795	3,276
	174,684	165,581
	244,071	275,748

WHITEMUD WATERSHED
CONSERVATION DISTRICT NO. ONE
SURPLUS ACCOUNTS

STATEMENT 2

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - SUB-DISTRICT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1981

	WILLOWBEND CREEK #35 $	WESTBOURNE DRAIN #36 $	SQUIRRE CREEK #37 $
REVENUE			
Municipal levies	19,888	31,916	12,465
Province of Manitoba	108,839	82,474	27,515
Flood assistance			
	128,727	114,390	39,980
EXPENDITURES			
Crossing repair	4,176	8,314	3,614
Weed and bush control	13,099	6,454	707
Runway stabilization			
Channel maintenance	67,089	12,971	5,295
Channel construction	47,842	85,224	28,478
Culverts and structures			1,213
Flood damage			
Miscellaneous			
	132,206	112,963	39,307
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(3,479)	1,427	673
BALANCE (AT DEFICIT) - BEGINNING OF YEAR	5,151	(530)	(139)
BALANCE (AT DEFICIT) - END OF YEAR	1,672	897	534

PINE CREEK #38	CENTRAL WHITEMUD #39	UPPER WHITEMUD #40	BIG GRASS MARSH #42	BIG GRASS RIVER #43	TOTAL 1981	TOTAL 1980
$	$	$	$	$	$	$
15,709	34,250	12,314	21,233	24,898	172,673	173,058
40,167	69,812	29,399	64,121	85,796	508,123	512,265
						18,291
55,876	104,062	41,713	85,354	110,694	680,796	703,614
9,586	16,110		4,919	42,897	89,616	102,226
11,951	7,525	630	6,487	4,157	51,010	83,033
	33,214	18,001			51,215	55,493
	4,591	23,367	26,151	13,503	152,967	144,878
33,638	33,799		45,654	34,462	309,097	273,327
			7,110	26,452	34,775	41,147
						20,904
	4,103				4,103	7,062
55,175	99,342	41,998	90,321	121,471	692,783	728,070
701	4,720	(285)	(4,967)	(10,777)	(11,987)	(24,456)
(1,953)	(5,517)	201	1,248	7,557	6,018	30,474
(1,252)	(797)	(84)	(3,719)	(3,220)	(5,969)	6,018

STATEMENT 3

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - GENERAL BOARD PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
REVENUE		
Municipal levies	9,902	4,950
Province of Manitoba	214,635	166,579
Direct charges	21,926	16,299
Interest earned	11,992	10,830
Individual contributions	26,474	21,468
	284,929	220,126
EXPENDITURES		
Administrative		
Watershed manager salary and expenses	30,198	28,774
Secretary-Treasurer salary	6,875	3,757
Board members remuneration and expenses	11,469	9,464
Professional fees	3,890	4,750
Rent	2,100	2,100
Conservation District Authority of Manitoba - NOTE 3	5,617	
Office supplies	3,720	2,965
Insurance	274	355
Depreciation	566	437
Public relations	618	642
Miscellaneous	1,693	656
Small tool purchases	236	113
	67,256	54,013
Specific Programs		
Forage crops	137,328	112,005
Shelter belts	34,772	15,831
Shelter belts spraying	11,011	10,280
Wild lands		903
Grassed waterways	2,212	2,736
Resource extension and public education	5,826	2,766
Demonstration		266
Conservation corridors	2,631	6,257
	193,780	151,044
Direct Expenses	21,926	16,298
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	1,967	(1,229)
BALANCE - BEGINNING OF YEAR	67,956	69,185
BALANCE - END OF YEAR	69,923	67,956

Meyers Norris Penny & Co
Chartered Accountants

STATEMENT 4

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - EQUIPMENT PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
REVENUE		
Rentals	40,017	27,359
EXPENDITURES		
Fuel and oil	7,248	4,542
Repairs and maintenance	7,093	8,141
Insurance and licence	501	473
Depreciation	8,173	8,173
Wages	264	
	23,279	21,329
EXCESS OF REVENUE OVER EXPENDITURES	16,738	6,030
BALANCE - BEGINNING OF YEAR	27,048	21,018
BALANCE - END OF YEAR	43,786	27,048

STATEMENT 5

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF EARNINGS - INVENTORY PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
SALES	31,807	23,142
COST OF SALES		
Inventory - Beginning of year	26,217	18,392
Purchases	29,584	28,861
	55,801	47,253
Inventory - End of year	26,884	26,217
	28,917	21,036
GROSS PROFIT	2,890	2,106
EXPENDITURES		
Wages	720	665
Insurance	112	124
Yard maintenance	1,129	932
Depreciation	1,025	1,025
	2,986	2,746
NET LOSS FOR THE YEAR	96	640
BALANCE - BEGINNING OF YEAR	37,835	38,475
BALANCE - END OF YEAR	37,739	37,835

STATEMENT 6

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

STATEMENT OF REVENUE AND EXPENDITURES - ROSEDALE FARM PROGRAM

FOR THE YEAR ENDED 31ST DECEMBER 1981

	1981 $	1980 $
REVENUE	5,957	55
EXPENDITURES		
Fertilizer	2,473	
Taxes	711	670
Miscellaneous	801	130
Harvesting	2,650	
	6,635	800
Less: inventory on hand	3,159	
	3,476	800
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	2,481	(745)
BALANCE AT DEFICIT - BEGINNING OF YEAR	3,276	2,531
BALANCE AT DEFICIT - END OF YEAR	795	3,276

THE WHITEMUD WATERSHED CONSERVATION DISTRICT, NO. ONE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1981

NOTE 1 - ACCOUNTING POLICIES

ENTITY DEFINITION

The Whitemud Watershed District, No. One was established by an Order-in-Council of the Province of Manitoba on the 22nd March 1972. The district received funding from the Province of Manitoba and certain municipalities and is governed by a board of directors from the various municipalities involved in the conservation district.

INVENTORY

Inventory is valued at cost and determined on a first-in first-out basis.

DEPRECIATION

Depreciation is recorded on the straight line method at the following rates:

Building	5%
Fence	5%
Equipment	15%
Pump equipment	50%

NOTE 2 - FIXED ASSETS

The following is a summary of the fixed asset and accumulated depreciation accounts:

	Balance Beginning Of Year $	Additions $	Balance End Of Year $
Fixed Assets - At Cost			
Land	1,835		1,835
Building	14,783		14,783
Fence	5,339		5,339
Equipment	57,657		57,657
Pump equipment	261		261
	79,875		79,875
Accumulated Depreciation			
Buildings	2,217	740	2,957
Fence	1,201	267	1,468
Equipment	21,766	8,626	30,392
Pump equipment	109	131	240
	25,293	9,764	35,057
Net Book Value	54,582		44,818

NOTE 3 - CONSERVATION DISTRICT AUTHORITY OF MANITOBA

These costs represent an allocation of certain administration expenses of The Conservation District Authority of Manitoba, Winnipeg, Manitoba and are fully funded by the Province of Manitoba.

Meyers Norris Penny & Co
Chartered Accountants

Touche Ross & Co.
Chartered Accountants

THE WORKERS COMPENSATION BOARD OF MANITOBA

AUDITORS' REPORT

We have examined the balance sheet (being Exhibit 1) of The Workers Compensation Board of Manitoba as at December 31, 1981 and the accompanying financial statements (being Exhibits 2 to 7) for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Board at December 31, 1981 and the results of its operations for the year then ended in accordance with accounting principles applied on a basis consistent with that of the preceding year.

Winnipeg, Manitoba,
March 16, 1982.

Touche Ross & Co.
Chartered Accountants

Exhibit 1

THE WORKERS COMPENSATION BOARD, MANITOBA

BALANCE SHEET DECEMBER 31, 1981

(WITH COMPARATIVE FIGURES FOR 1980)

ASSETS

	1981	1980
Assessments receivable (Note 1)	$ 1,780,011	$ 1,727,741
Employees' and sundry accounts receivable	44,475	23,660
Recoverable from:		
The Government of Canada	219,615	105,389
The Government of the Province of Manitoba (Note 2)	235,000	320,000
Deferred cost of pension increases (Note 3)	21,100,335	13,407,793
Investment in securities as authorized by The Trustee Act, Manitoba, Exhibit 6 (Note 4)	158,736,322	145,121,772
Accrued interest on investments	3,091,704	2,742,509
Office building, land, and equipment at cost less accumulated depreciation (Note 5)	1,039,689	1,081,243
	$186,247,151	$164,530,107

The accompanying notes are an integral part of these financial statements.

LIABILITIES AND RESERVES

	1981	1980
Bank - outstanding cheques less bank balance	$ 1,716,099	$ 1,049,578
Payable to:		
The Government of the Province of Manitoba (Note 6)	300,000	227,500
Class funds, Exhibit 3	35,290,124	36,880,456
Provision for undetermined cost of existing claims (Note 7)	33,500,000	29,300,000
Pension fund, Exhibit 2 (Note 8)	109,356,360	88,955,892
Other reserve funds, Exhibit 2 (Note 9)		
Equalization fund	2,204,791	2,471,715
Second injury fund	692,579	2,367,723
Rehabilitation fund	1,472,401	1,727,306
Rehabilitation capital fund	1,714,797	1,549,937
	$186,247,151	$164,530,107

Exhibit 2

THE WORKERS COMPENSATION BOARD, MANITOBA

STATEMENT OF PENSION FUND AND OTHER RESERVE FUND OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 1981

(WITH COMPARATIVE FIGURES FOR 1980)

	Pension Fund	Equalization Fund
Balance, beginning of year	$ 88,955,892	$2,471,715
ADDITIONS:		
Pension awards	6,628,109	
Interest income	9,500,340	243,857
Increase in pension awards provided under legislative changes (Note 3)	13,060,637	
	29,189,086	243,857
DEDUCTIONS:		
Benefits paid to claimants	8,788,618	145,182
Transfer to pension fund - awards		183,494
Cost of 1981 pension increases charged to Equalization Fund (Note 3)		182,105
	8,788,618	510,781
Net change during year	20,400,468	(266,924)
Balance, end of year, Exhibit 1	$109,356,360	$2,204,791

The accompanying notes are an integral part of these financial statements.

Second Injury Fund	Rehabilitation Fund	Rehabilitation Capital Fund	Total 1981	Total 1980
$2,367,723	$1,727,306	$1,549,937	$ 97,072,573	$90,877,562
			6,628,109	7,424,728
152,227	161,778	164,860	10,223,062	8,550,342
			13,060,637	
152,227	161,778	164,860	29,911,808	15,975,070
687,926	416,683		10,038,409	8,779,965
1,139,445			1,322,939	1,000,094
			187,105	
1,827,371	416,683		11,543,453	9,780,059
(1,675,144)	(254,905)	164,860	18,368,355	6,195,011
$ 692,579	$1,472,401	$1,714,797	$115,440,928	$97,072,573

Exhibit 3

THE WORKERS COMPENSATION BOARD, MANITOBA

STATEMENT OF CLASS FUND OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 1981

(WITH COMPARATIVE FIGURES FOR 1980)

	Class "A"	Class "C"
Balance, beginning of year	$148,751	$ 124,107
REVENUE:		
Assessments and other receipts	876,301	1,313,758
Interest income, net	(24,050)	(27,589)
	852,251	1,286,169
EXPENDITURE:		
Compensation	393,459	500,282
Medical aid	87,514	147,647
Pension awards	116,737	310,225
Amortization of pension increases (Note 3)	171,992	179,697
Administration, Exhibit 4	79,771	113,089
Charges under The Workplace Safety and Health Act (Note 6)		
	849,473	1,250,940
Net change during year	2,778	35,229
Balance, end of year, Exhibit 1	$151,529	$ 159,336

The accompanying notes are an integral part of these financial statements.

Class "D"	Class "E"	Class "G"	Total 1981	Total 1980
$ 145,800	$ 92,932	$36,368,846	$36,880,456	$36,499,411
1,275,895	1,506,478	29,164,939	34,137,371	30,287,415
(48,422)	(17,275)	6,567,358	6,450,022	5,111,848
1,227,473	1,489,203	35,732,297	40,587,393	35,399,263
400,963	286,523	18,099,747	19,680,974	14,877,849
203,757	232,876	5,667,504	6,339,298	4,614,355
137,337	422,905	4,880,964	5,868,168	6,935,962
316,809	137,591	4,379,901	5,185,990	4,385,974
131,636	241,999	3,337,000	3,903,295	3,294,078
42,508	78,266	1,079,226	1,200,000	910,000
1,232,810	1,400,160	37,444,342	42,177,725	35,018,218
(5,337)	89,043	(1,712,045)	(1,590,332)	381,045
$ 140,463	$ 181,995	$34,656,801	$35,290,124	$36,880,456

Exhibit 4

THE WORKERS COMPENSATION BOARD, MANITOBA

ADMINISTRATION EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 1981

(WITH COMPARATIVE FIGURES FOR 1980)

	1981	1980
Salaries	$2,957,092	$2,540,249
Staff superannuation plan and Canada Pension Plan	298,036	213,043
Printing and stationery	141,632	67,965
Building operation	104,943	99,539
Office supplies and equipment purchases	104,004	47,993
Insurance and taxes	96,649	97,259
Postage	83,374	95,650
Equipment rental and maintenance	82,199	61,858
Other employee benefits	70,912	47,521
Travelling	67,965	55,769
Legal, audit and consulting	51,569	30,585
Telephone and telegraph	37,321	30,614
Sundry	34,213	22,473
Actuarial review		676
	4,129,709	3,410,974
Annual amortization of building, land and equipment cost including interest thereon of $68,137 (1980 - $69,943)	109,691	109,691
Total administration expenses	4,239,400	3,520,665
Less recoveries from:		
The Government of Canada for administering its employees' compensation program	230,059	170,086
The Government of the Province of Manitoba for administering the Criminal Injuries Compensation Act	106,046	56,501
Total recoveries	336,105	226,587
Total charged to classes, Exhibit 3	$3,903,295	$3,294,078

The accompanying notes are an integral part of these financial statements.

Exhibit 5

THE WORKERS COMPENSATION BOARD, MANITOBA

STATEMENT OF RECEIPTS AND DISBURSEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1981

(WITH COMPARATIVE FIGURES FOR 1980)

	1981	1980
RECEIPTS:		
Assessments and penalties	$33,751,805	$30,246,668
Third party recoveries	333,297	189,882
Recovery of costs under:		
Government Employees Compensation Act (Canada), net	115,832	24,522
The Criminal Injuries Compensation Act (Manitoba)	106,046	56,501
Government of the Province of Manitoba (Note 2)	85,000	85,000
Employees' and sundry accounts, net		4,922
Interest on investments and deposits	16,481,910	13,986,282
Total receipts	50,873,890	44,593,777
DISBURSEMENTS:		
Compensation	16,784,974	13,737,327
Medical aid	5,598,298	4,666,205
Pensions	8,788,618	7,890,331
Equalization fund	143,182	84,238
Second injury fund	687,926	598,036
Rehabilitation fund	416,683	207,360
Total benefits paid	32,421,681	27,183,497
Administration expenses, Exhibit 4	4,129,709	3,410,974
Employees' and sundry accounts, net	20,815	
Government of the Province of Manitoba (Note 6)	1,127,500	871,495
Funds invested, net	13,840,706	13,282,966
Total disbursements	51,540,411	44,748,932
Excess of disbursements over receipts	$ (666,521)	$ (155,155)

The accompanying notes are an integral part of these financial statements.

Exhibit 6

THE WORKERS COMPENSATION BOARD, MANITOBA

SUMMARY OF INVESTMENTS

AS AT DECEMBER 31, 1981

	Par Value	Book Value
Bonds and debentures issued by, or guaranteed by, the following:		
Canada	$ 14,000,000	$ 13,772,935
Province of Alberta	250,000	249,279
Province of British Columbia	1,235,000	1,228,775
Province of Manitoba	71,688,000	70,928,125
Province of Newfoundland	177,000	177,000
Province of Nova Scotia	150,000	149,821
Province of Ontario	1,450,000	1,440,310
Province of Quebec	4,037,000	4,002,618
Province of Saskatchewan	250,000	132,075
Municipal corporations	5,894,000	5,863,731
School districts and divisions	171,000	170,609
Hospitals	6,825,333	6,814,466
Corporations	8,249,000	7,220,407
	$114,376,333	112,150,151
Mortgages, National Housing Act (Canada)		26,313,361
Deposits with the Minister of Finance		24,947,810
Total investments		163,411,322
Less allowance for adjustment on investment transactions (Note 4)		4,675,000
Investments, Exhibit 1		$158,736,322

The accompanying notes are an integral part of these financial statements.

Exhibit 7

THE WORKERS COMPENSATION BOARD, MANITOBA

GOVERNMENT EMPLOYEES COMPENSATION ACT, (CANADA)

R. S. C. 1952 Chap. 134 and Amendments

(Under this Act claims of employees of the Government of Canada are administered by the Manitoba Workers Compensation Board

SUMMARY OF TRANSACTIONS

FOR THE YEAR ENDED DECEMBER 31, 1981

DISBURSEMENTS:	
Balance recoverable as at January 1, 1981	$ 105,389
Compensation	884,841
Medical aid	226,056
Pensions	350,182
Administration	230,059
Total disbursements	1,796,527
RECOVERIES:	
Reimbursement from:	
Department of Labour (Canada)	498,576
Canadian National Railway Co.	1,078,336
Total recoveries	1,576,912
Balance recoverable as at December 31, 1981	$ 219,615

The accompanying notes are an integral part of these financial statements.

THE WORKERS COMPENSATION BOARD, MANITOBA

Notes To Financial Statements

Year Ended December 31, 1981

1. Assessments receivable consist of the following amounts:

	1981	1980
Assessments billed and outstanding	$ 255,011	$ 202,741
Add: Estimated additional assessments receivable on adjusted payrolls	1,600,000	1,600,000
	1,855,011	1,802,741
Less: Allowance for doubtful accounts	75,000	75,000
Assessments receivable, December 31	$1,780,011	$1,727,741

2. The $235,000 recoverable from the Government of the Province of Manitoba represents the balance outstanding of a contribution from the Consolidated Fund under legislation enacted in 1972. The contribution is being received from the Province at the rate of $85,000 per year.

3. Amendments to The Workers Compensation Act have provided for increases in pension benefits with the cost of these increased benefits to be recovered from the general body of employers and self assurers over a seven year period from the effective date of the amendment. Details of the costs of these amendments are as follows:

	1981 Amendments	1979 Amendments	Prior Amendments	Total
Cost of benefit increases	$13,060,637	$10,577,550	$22,712,423	$46,350,610
Less: Charged to special funds	182,105	365,728	383,767	931,600
Balance - chargeable to class funds	12,878,532	10,211,822	22,328,656	45,419,010
Recoveries, 1974 to 1980 inclusive		2,224,125	16,908,560	19,132,685
	12,878,532	7,987,697	5,420,096	26,286,325
Recoveries, 1981	1,434,917	1,205,268	2,545,805	5,185,990
Balance, December 31, 1981	$11,443,615	$ 6,782,429	$ 2,874,291	$21,100,335

4. Investments are recorded at cost at the time of acquisition. Discounts or premiums are amortized on a straight-line basis over the term of the investment.

   The allowance for adjustment on investment transactions as shown in Exhibit 6 does not reflect a valuation of the investments but is maintained as a trading reserve.

5. The office building, land, and equipment are valued at cost less accumulated amortization as provided for under subsection 15 of section 78 of The Workers Compensation Act, as follows:

	Cost	Amortization	Net
1953 Building	$ 317,357	$286,346	$ 31,011
1967 Addition	379,082	149,061	230,021
1972 Addition	875,859	97,202	778,657
	$1,572,298	$532,609	$1,039,689

6. Under the provisions of The Workplace Safety and Health Act, the Province may pay the expenses incurred in the administration of that Act out of the Consolidated Fund and may recover such portion as may be determined from the Accident Fund under The Workers Compensation Act. For 1981, the amount recoverable under this provision was $1,200,000. (1980 - $910,000.)

   The $300,000 shown in Exhibit 1, as payable to the Government of the Province of Manitoba is the outstanding balance of the above amount as at December 31, 1981.

7. The provision for the undetermined cost of existing claims represents the estimated amount required to meet the future cost of claims relating to 1981 and prior years. This provision is adjusted annually in accordance with a review of the accident cost experience of recent years.

   The $4,200,000 increase in this provision for 1981 over 1980 has been included in the charges for compensation, medical aid, and pension awards in Exhibit 3.

8. An actuarial review of the pension fund liability, completed during 1978, disclosed an actuarial surplus in the fund of approximately $6.8 million. As a result of this actuarial surplus, $5,000,000 was transferred from the pension fund to the second injury fund in 1978.

   The balance of $109,356,360 in the pension fund is considered adequate to meet the future liabilities of this fund in accordance with our calculations based on methods and assumptions approved by the consulting actuaries during their 1978 actuarial review.

9. Other reserve funds:

   (a) Equalization fund - this fund is provided to meet losses arising from any disaster or other extraordinary circumstances.

   (b) Second injury fund - this fund is provided to meet that part of the cost of claims of workers suffering enhanced disabilities due to pre-existing conditions or disabilities. In 1978, $5,000,000 was transferred to this fund from the pension fund as explained in note 8 above.

   (c) Rehabilitation fund - this fund is provided to meet the cost of vocational training and other rehabilitation measures.

   (d) Rehabilitation capital fund - this fund is provided to meet the cost of future rehabilitation facilities. The Board is continuing its study of the physical rehabilitation services available, and required, for the injured worker in Manitoba.